Form 3160-3 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OMB No. 1004-0136
Expires July 31, 2010

5.	Lease Serial No.
	UTU0337

						
6.	If India	n, A	llottee	or	Tribe	Name

APPLICATION FOR PERMIT	6. If Indian, Allottee or Tribe Name	;	
1a. Type of Work: DRILL REENTER		7. If Unit or CA Agreement, Name CHAPITA WELLS UNI	and No.
1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Oth	er Single Zone Multiple Zone	Lease Name and Well No. CHAPITA WELLS UNIT 1373-	-29
	MARY A. MAESTAS aestas@eogresources.com	9. API Well No. 43-047-30	9885
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 303-824-5526	10. Field and Pool, or Exploratory NATURAL BUTTES/MESA	VERDE
4. Location of Well (Report location clearly and in accorda	nce with any State requirements.*)	11. Sec., T., R., M., or Blk. and Sur	vey or Area
At surface NWSE 2562FSL 2630FEL 40.00678 N Lat, 109.35070 W Lon		Sec 29 T9S R23E Mer SLB	
At proposed prod. zone NWSE 2562FSL 2630FEL	40.00678 N Lat, 109.35070 W Lon		
14. Distance in miles and direction from nearest town or post of 54.0 MILES SOUTH OF VERNAL, UTAH	office*	12. County or Parish UINTAH	13. State UT
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No. of Acres in Lease	17. Spacing Unit dedicated to this w	vell
1330'	2344.00		
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/BIA Bond No. on file	
750'	9020 MD	NM2308	
21. Elevations (Show whether DF, KB, RT, GL, etc. 5182 GL	22. Approximate date work will start	23. Estimated duration 45 DAYS	
	24. Attachments		
The following completed in accordance with the requirements of	f Onshore Oil and Gas Order No. 1, shall be attached to t	his form:	

- 1. Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see
- Operator certification Such other site specific information and/or plans as may be required by the authorized officer.

25. Signeture (Electrolity Submission)	Name (Printed/Typed) MARY A. MAESTAS Ph: 303-824-5526	Date 12/18/2007
Title REGULATORY ASSISTANT		
Approved by (Signature)	Name (Printed/Typed) BRADLEY G. HILI	Date 01-03-08
Title	OfficeENVIRONMENTAL MANAGER	

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic Submission #57639 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal

640836× 44296114 40.006843

Federal Approval of this Action is Necessary

109.35 001 ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** DEC 19 2007

T9S, R23E, S.L.B.&M.

	2643.87' (Meas.)	S89°53'49"E -	2639.79' (Meas.)
1977 Brass Cap In Center Of 0.5' High Pile of Stones		1977 Brass Cap 1.0' High, Pile of Stones	1977 Brass (0.5' High, Pile of Stones
•	<u>2</u> 9		1977 Brass Caj 0.8' High, Ston
1977 Brass Cap O.8' High, Pile of Stones		CWU #1373-2 Elev. Ungraded	29 ²⁶³⁰ ' Ground = <u>5182</u>
		2562'	
1977 Brass Cap	1977 Brass Cap 0.4' High, Steel Rod, Pile of Stones,		1977 Brass Cap 1.2' High, Pile (

LEGEND:

_ = 90° SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(NAD 83)
LATITUDE = 40°00'24.40" (40.006778)
LONGITUDE = 109°21'02.52" (109.350700)
(NAD 27)
LATITUDE = 40°00'24.52" (40.006811)
LONGITUDE = 109°21'00.07" (109.350019)

EOG RESOURCES, INC.

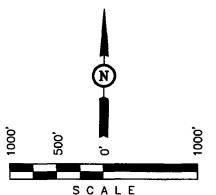
Well location, CWU #1373-29, located as shown in the NW 1/4 SE 1/4 of Section 29, T9S, R23E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, 79S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PAFFIELD NOTES OF ACTUAL SURVEYS MADE SUPERVISION AND THAT THE SAME ARE THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTER LAND SURVEYOR REGISTRATION WE DESCRIPTION OF UNITY OF UNI

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

SCALE DATE SURVEYED: DATE DRAWN: 1" = 1000'11-05-07 11-15-07 PARTY REFERENCES G.S. T.M. S.G. G.L.O. PLAT WEATHER FILE WARM EOG RESOURCES, INC.

CHAPITA WELLS UNIT 1373-29 NW/SE, SEC. 29, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,531		Shale	
Wasatch	4,503		Sandstone	
Chapita Wells	5,068		Sandstone	
Buck Canyon	5,718		Sandstone	
North Horn	6,342		Sandstone	
KMV Price River	6,631	Primary	Sandstone	Gas
KMV Price River Middle	7,528	Primary	Sandstone	Gas
KMV Price River Lower	8,319	Primary	Sandstone	Gas
Sego	8,815		Sandstone	
TD	9,020			

Estimated TD: 9,020' or 200' below TD

Anticipated BHP: 4,925 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft \pm of the Green River Formation, with top at about 2,000 ft \pm .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.

3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig

BOP schematic diagrams attached.

4. CASING PROGRAM:

CASING	<u>Hole</u> Size	<u>Length</u>	<u>Size</u>	WEIGHT	<u>Grade</u>	Thread	Rating Collapse	Factor Burst	<u>Tensile</u>
Conductor	17 1/2"	0 – 45'	13 %"	48.0#	H-40	STC	770 PSI	1730 PSI	322,000#
Surface	12 1/4"	0 – 2,300' KB±	9-5/8"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface - TD	4-1/2"	11.6#	N-80	LTC	6350 PSI	7780 Psi	223,000#

Note: 12-1/4" surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-5%" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

CHAPITA WELLS UNIT 1373-29 NW/SE, SEC. 29, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-1/2", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

<u>Production Hole Procedure (2300' \pm - TD):</u> Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'±-TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

7. VARIANCE REQUESTS:

Reference: Onshore Oil and Gas Order No. 2 – Item E: Special Drilling Operations

EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. Due to reduce location excavation, the blooie line will be approximately 75' in length

CHAPITA WELLS UNIT 1373-29 NW/SE, SEC. 29, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

8. EVALUATION PROGRAM:

Logs: Mud log from base of surface casing to TD.

Cased-hole Logs: Cased-hole logs will be run in lieu of open-hole logs consisting of the following:

Cement Bond / Casing Collar Locator and Pulsed Neutron

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead: 185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCl₂, 3 lb/sx GR3

1/4 #/sx Flocele mixed at 11 ppg, 3.82 ft³/sk. yield, 23 gps water.

Tail: 207 sks Class "G" cement with 2% CaCI₂, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2

gps water.

Top Out: As necessary with Class "G" cement with 2% CaCl₂, ¼#/sk Flocele mixed at 15.6 ppg, 1.18

ft³/sk., 5.2 gps water.

Note: Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead: 122 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29

(cello flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 882 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13

(Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at

14.1 ppg, 1.28 ft³/sk., 5.9gps water.

Note: The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe. Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

CHAPITA WELLS UNIT 1373-29 NW/SE, SEC. 29, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

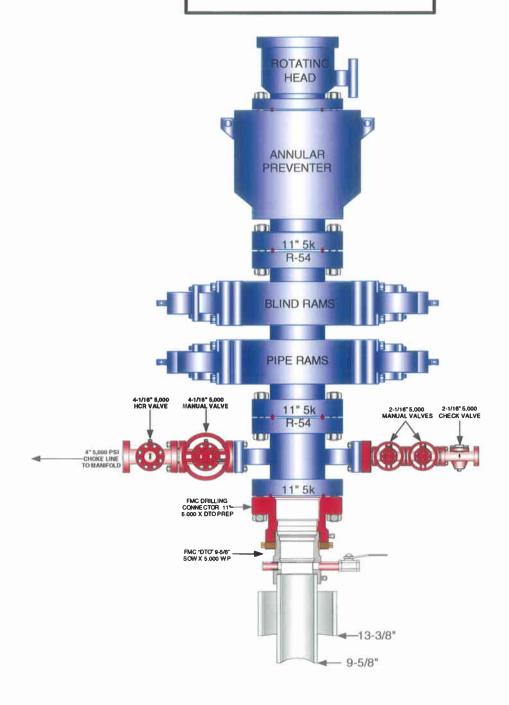
12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

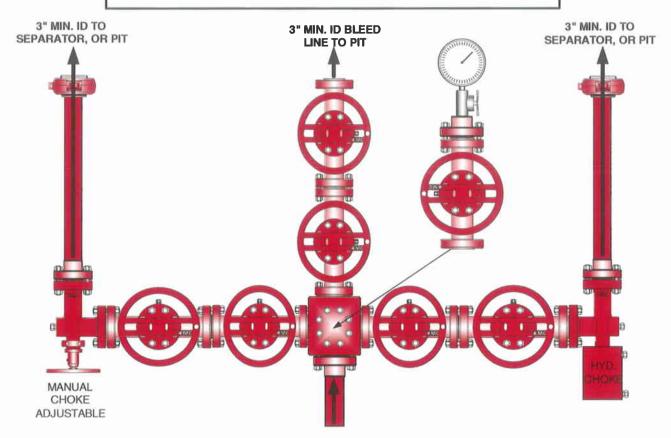
EOG RESOURCES 11" 5,000 PSI W.P. BOP CONFIGURATION

PAGE 1 OF 2



EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES

PAGE 2 0F 2



4" 5,000 PSI CHOKE LINE FROM HCR VALVE

Testing Procedure:

- 1. BOP will be tested with a professional tester to conform to Onshore Order #2.
- 2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
- 3. Annular Preventer will be tested to 50% working pressure, 2,500 psi. Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.



Chapita Wells Unit 1373-29 NWSE, Section 29, T9S, R23E Uintah County, Utah

SURFACE USE PLAN

The well pad is approximately 375 feet long with a 261-foot width, containing 2.25 acres more or less. The well access road is approximately 528 feet long with a 40-foot right-of-way, disturbing approximately .48 acre. New surface disturbance associated with the well pad and access road is estimated to be 2.73 acres. The pipeline is approximately 1052 feet long with a 40-foot right-of-way disturbing approximately .97 acre.

1. Existing Roads:

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 54.0 miles south of Vernal, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

2. PLANNED ACCESS ROAD:

- A. The access road will be approximately 528' in length, with culverts installed as construction dictates. See attached Topo B.
- B. The access road has a 40-foot ROW w/18 foot running surface.
- C. Maximum grade of the new access road will be 8 percent.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.
- A 40-foot permanent right-of-way is requested. No surfacing material will be used.

J. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

New or reconstructed roads will be centerlined – flagged at time of location staking. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction.

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed, safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 40-foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the roadbed block the drainages. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around then avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

Traveling off the 40-foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

An off-lease right-of-way is not required. The entire length of the proposed access road is located within Federal Lease #U-0337.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

A. On Well Pad

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.
- Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. Off Well Pad

- 1. Proposed pipeline will transport natural gas.
- 2. The pipeline will be a permanent feeder line.
- 3. The length of the proposed pipeline is 1052' x 40'. The proposed pipeline leaves the western edge of the well pad (Lease U-0337) proceeding in an easterly, then southerly direction for an approximate distance of 1052' tieing into a proposed pipeline for the Chapita Wells Unit 942-29 well located in the NWSE of Section 29, T9S, R23E (Lease U-0337), approved within the APD for the CWU 942-29 on 4/20/2007. Pipe will be 4" NOM, 0.156 wall, Grade X42, Zap-Lock, electric weld with a 35 mil X-Tru coating.
- 4. Proposed pipeline will be a 4" OD steel, zap-lok line laid on the surface
- 5. Proposed pipeline will be laid on surface.
- 6. An off-lease right-of-way is not required. The entire length of the proposed pipeline is located within Federal Lease # U-0337.
- 7. The proposed pipeline route begins in the NWSE of Section 29, T9S, R23E, proceeding easterly, then southerly for an approximate distance of 1052' to the NWSE of Section 29, T9S, R23E.
- 8. Pipeline will be coupled using the Zap lock method. No additional off-pad facilities will be required.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. All facilities will be painted with Carlsbad Canyon or Covert Green. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

5. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water supply will be Bonanza Power Plant water source in Sec 26, T8S, R23E, Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. Source of Construction Materials:

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation ponds 1, 2, 3 or 4 or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit, through natural or artificial methods, or removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with **double felt**, and a 16-millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) will be used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

8. ANCILLARY FACILITIES:

None anticipated.

9. WELL SITE LAYOUT:

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the southeast corner of the location. The flare pit will be located downwind of the prevailing wind direction on the south side of the location, a minimum of 100 feet from the wellhead and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil west of pit corner B. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction,

the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpillar tractor.

Access to the well pad will be from the east.

The corners of the well pad will be rounded off as needed to minimize excavation.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RECLAMATION OF THE SURFACE:

A. Interim Reclamation (Producing Location)

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours—see Figure #3. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

Seed Mixture	Drilled Rate (lbs./acre PLS*)
HyCrest Wheatgrass	9.0
Prostrate Kochia	3.0

^{*}Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

Seed Mixture	Drilled Rate (lbs./acre PLS*)
Wyoming Big Sage	3.0
Shadscale	3.0
Needle and Threadgrass	3.0
HyCrest Wheatgrass	1.0
Scarlet Globe Mallow	1.0

^{*}Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

11. SURFACE OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

Bureau of Land Management

12. OTHER INFORMATION:

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:
 - Whether the materials appear eligible for the National Register of Historic Places:
 - The mitigation measures the operator will likely have to undertake before the site can be used.
 - A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources survey was conducted and will be submitted by Montgomery Archaeological Consultants. A paleontology survey was conducted and will be submitted by Intermountain Paleo.

Additional Surface Stipulations:

None.

LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

PERMITTING AGENT

Mary A. Maestas EOG Resources, Inc. 1060 East Highway 40 Vernal, UT 84078 (435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

The operator or his/her contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

CERTIFICATION:

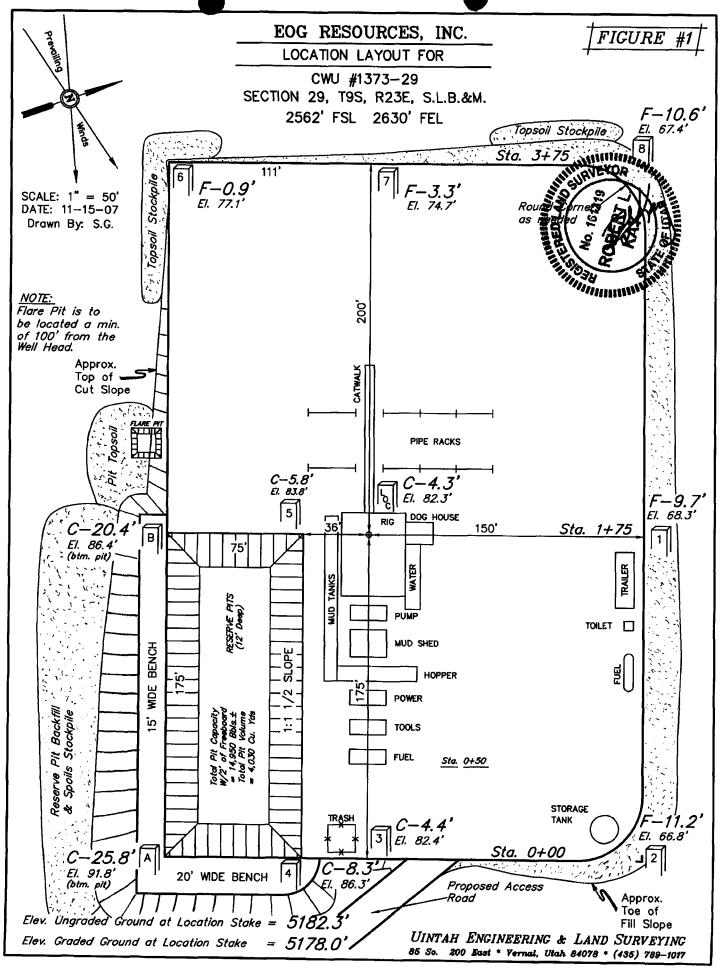
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

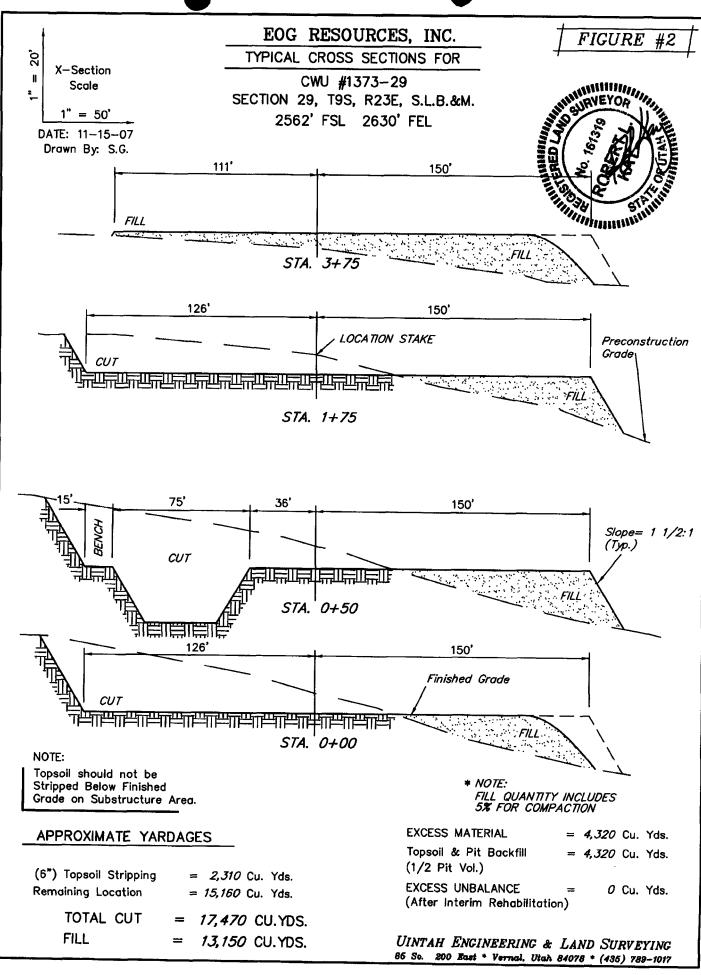
Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 1373-29 Well, located in the NWSE, of Section 29, T9S, R23E, Uintah County, Utah; Federal land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

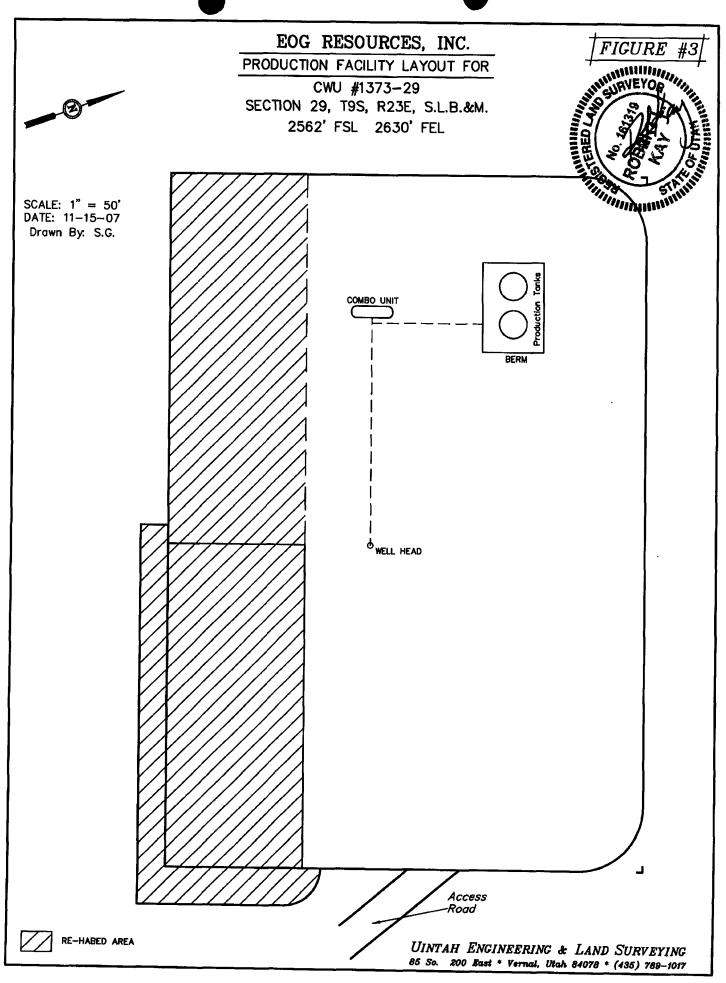
December 18, 2007

Date

Date of onsite: November 29, 2007







EOG RESOURCES, INC.

CWU #1373-29

LOCATED IN UINTAH COUNTY, UTAH SECTION 29, T9S, R23E, S.L.B.&M.

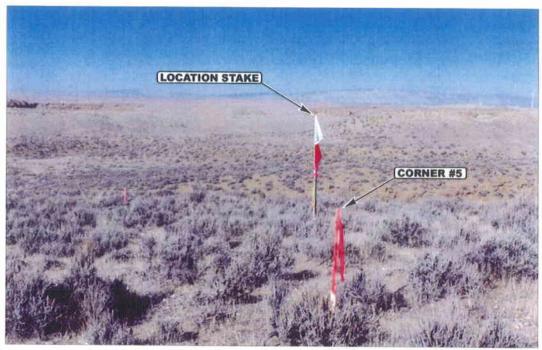


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

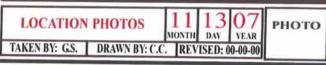
CAMERA ANGLE: NORTHEASTERLY

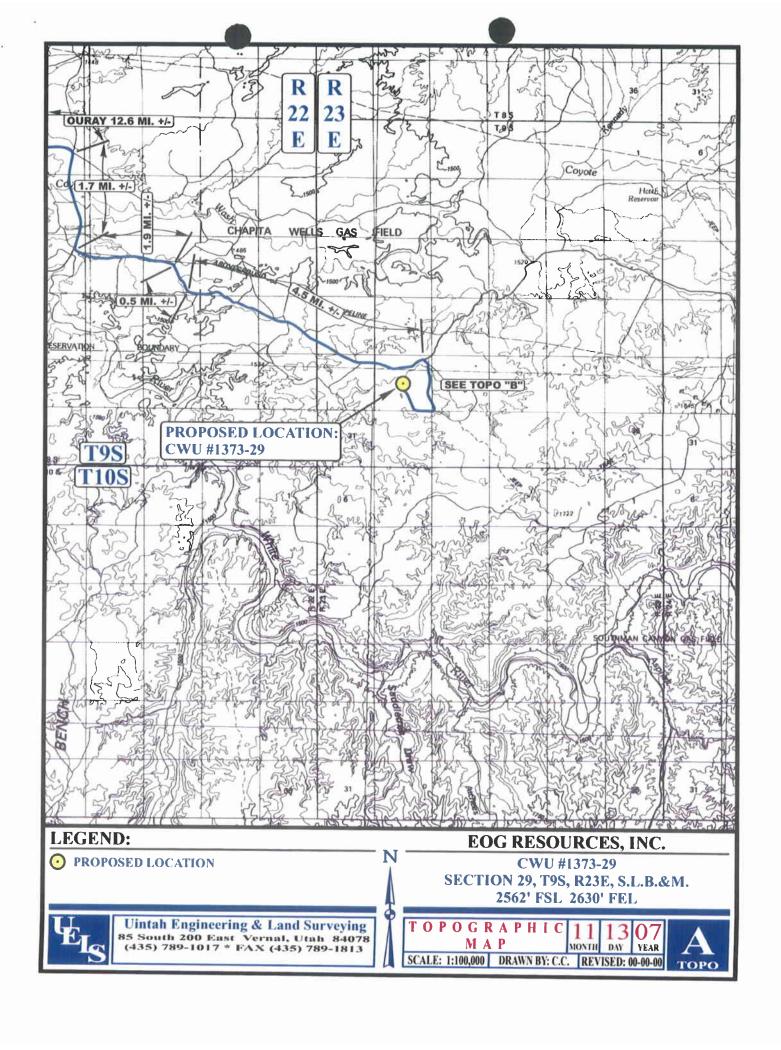


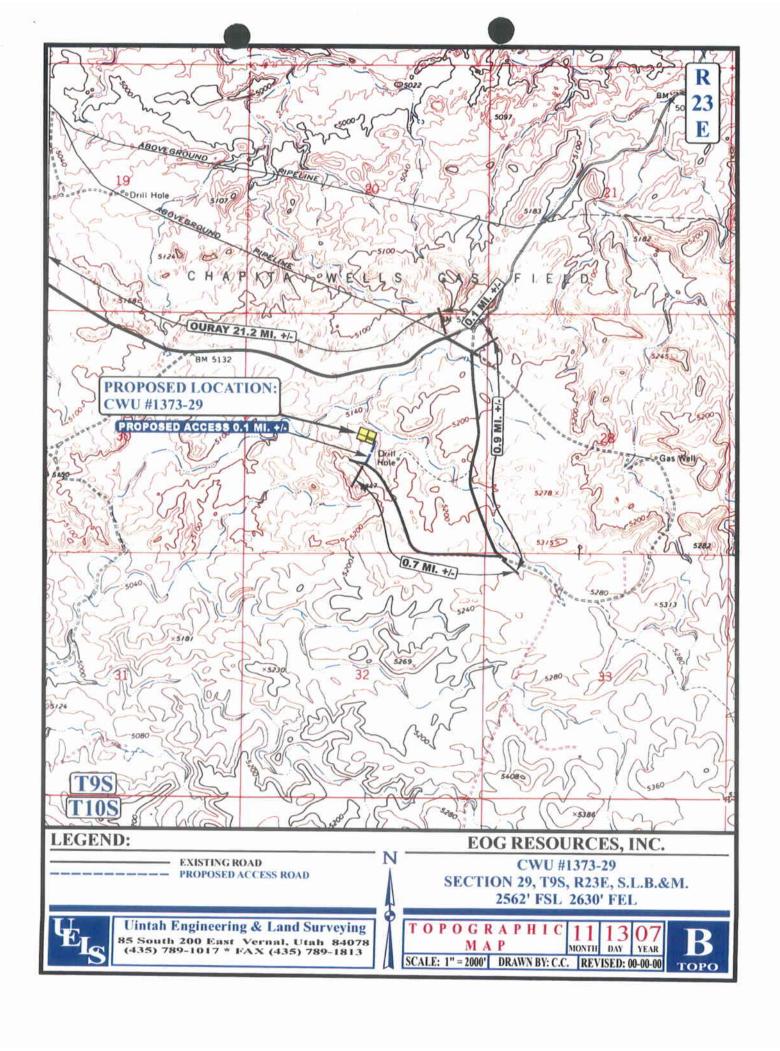
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

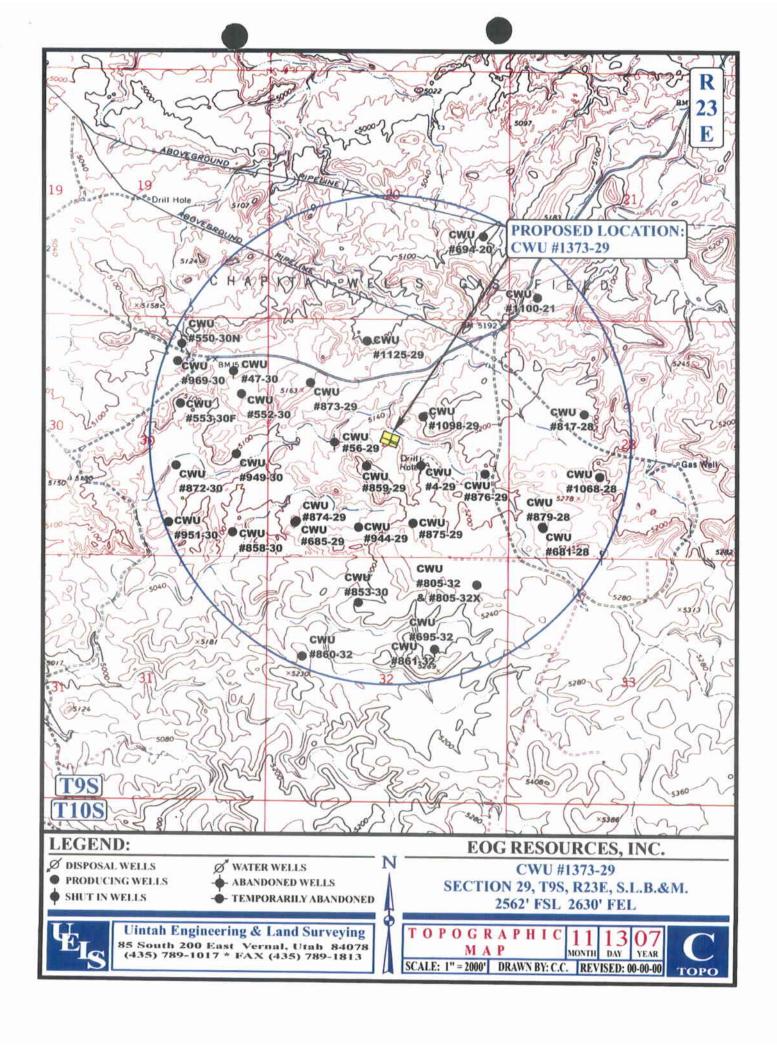
CAMERA ANGLE: NORTHEASTERLY

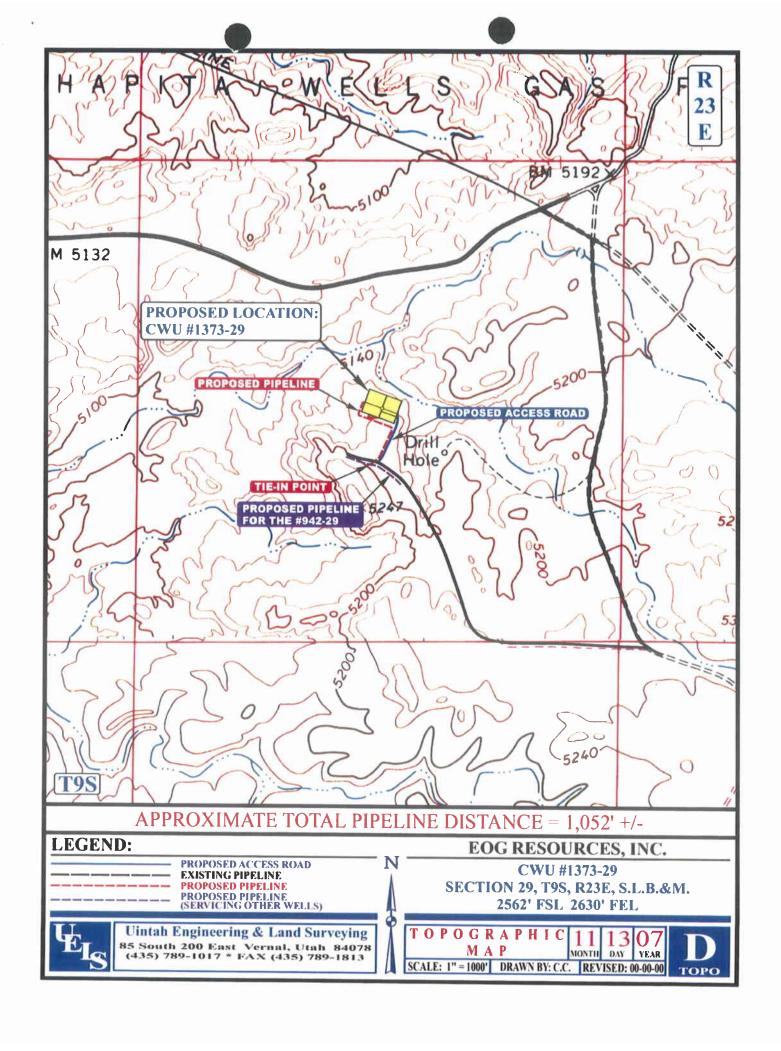




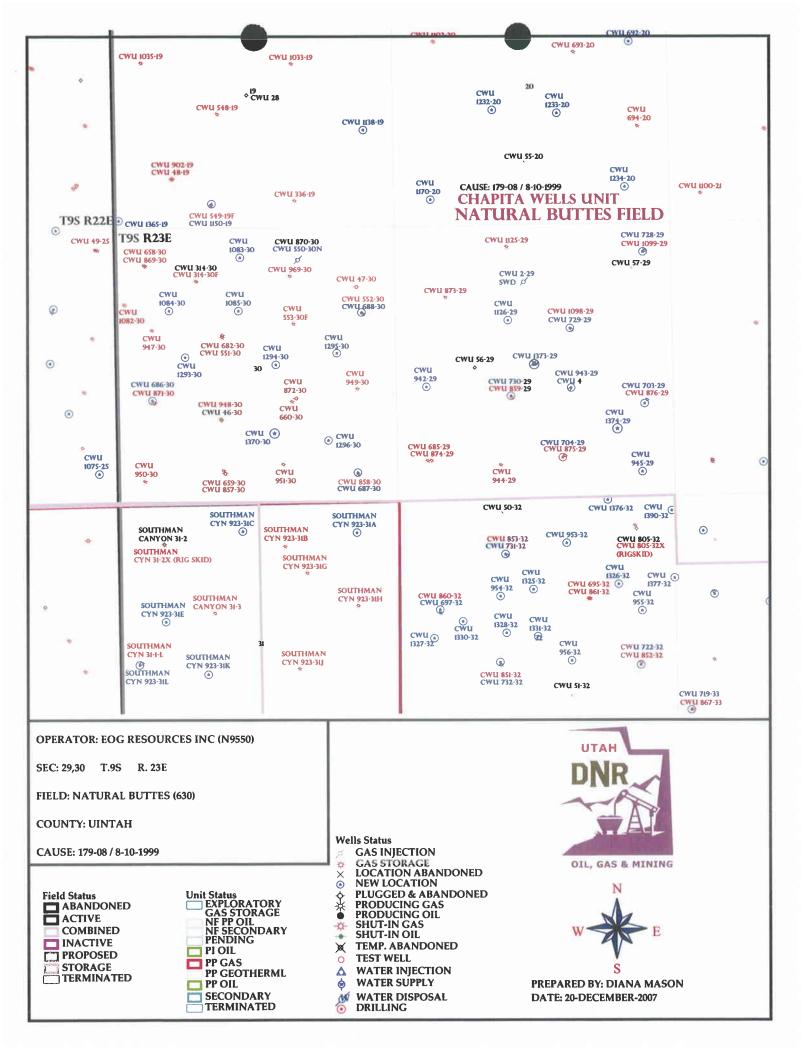








APD RECEIVED: 12/19/2007	API NO. ASSIG	NED: 43-047-	-39885
WELL NAME: CWU 1373-29			
OPERATOR: EOG RESOURCES, INC. (N9550)	PHONE NUMBER:	303-824-5526	
CONTACT: MARY MAESTAS			
PROPOSED LOCATION:	INSPECT LOCATN	BY: /	/
NWSE 29 090S 230E SURFACE: 2562 FSL 2630 FEL	Tech Review	Initials	Date
BOTTOM: 2562 FSL 2630 FEL	Engineering		
COUNTY: UINTAH LATITUDE: 40.00684 LONGITUDE: -109.3500	Geology		
UTM SURF EASTINGS: 640836 NORTHINGS: 44296	Surface		
FIELD NAME: NATURAL BUTTES (630 LEASE TYPE: 1 - Federal LEASE NUMBER: UTU0337 SURFACE OWNER: 1 - Federal	PROPOSED FORMAT COALBED METHANE)
Plat Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. NM2308 Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-225 RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit: CHAPITA WELLS R649-3-2. Gener Siting: 460 From Ot R649-3-3. Excep Drilling Unit Board Cause No: Eff Date: Siting: Sit	179-8	iting
STIPULATIONS: Today Oppro			



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

January 3, 2008

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Chapita Wells Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Chapita Wells Unit, Uintah County, Utah.

API# WELL NAME LOCATION

Proposed PZ MesaVerde)

43-047-39884 CWU 1374-29 Sec 29 T09S R23E 1305 FSL 1060 FEL 43-047-39885 CWU 1373-29 Sec 29 T09S R23E 2562 FSL 2630 FEL 43-047-39886 CWU 1370-30 Sec 30 T09S R23E 1343 FSL 2338 FEL 43-047-39883 CWU 1364-18 Sec 18 T09S R23E 1330 FSL 1310 FWL 43-047-39882 CWU 1362-25 Sec 25 T09S R22E 1367 FNL 1394 FWL 43-047-50020 CWU 1376-32 Sec 32 T09S R23E 0055 FNL 1273 FEL 43-047-50022 CWU 1377-32 Sec 32 T09S R23E 0280 FNL 0057 FEL 43-047-50022 CWU 1377-32 Sec 32 T09S R23E 1566 FNL 0025 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Chapita Wells Unit
Division of Oil Gas and Mining
Central Files
Agr. Sec. Chron
Fluid Chron

MCoulthard:mc:1-3-08



Lieutenant Governor



MICHAEL R. STYLER
Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

January 3, 2008

EOG Resources, Inc. 1060 East Highway 40 Vernal, UT 84078

Re:

Chapita Well Unit 1373-29 Well, 2562' FSL, 2630' FEL, NW SE, Sec. 29, T. 9 South,

R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39885.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	EOG Resources, Inc.				
Well Name & Number	Chapita Well Unit 1373-29				
API Number:	43-047-39885				
Lease:	UTU0337				
Location: NW SE	Sec. 29	T. 9 South	R. 23 East		

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED

OMB N	o. 100	4-013
Expires .	July 31	1, 201

25. Signature (Electronic Submission)	Name (Printed/Typed) MARY A. MAESTAS Ph: 303-824-552	Date 12/18/2007	
 The following, completed in accordance with the requirements of O Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office 	4. Bond to cover the operation Item 20 above). 5. Operator certification	ons unless covered by an existing bond on file (see formation and/or plans as may be required by the	
	24. Attachments		
21. Elevations (Show whether DF, KB, RT, GL, etc. 5182 GL	22. Approximate date work will start	23. Estimated duration 45 DAYS	
 Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 750' 	19. Proposed Depth 9020 MD	20. BLM/BIA Bond No. on file NM2308	
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1330'	16. No. of Acres in Lease	17. Spacing Unit dedicated to this well	
14. Distance in miles and direction from nearest town or post of 54.0 MILES SOUTH OF VERNAL, UTAH	ice*	12. County or Parish 13. State UINTAH UT	
At proposed prod. zone NWSE 2562FSL 2630FEL	·	Sec 29 T9S R23E Mer SLB SME: BLM	
4. Location of Well (Report location clearly and in accorded	, ,	11. Sec., T., R., M., or Blk. and Survey or Area	
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 303-824-5526	10. Field and Pool, or Exploratory NATURAL BUTTES	
	MARY A. MAESTAS aestas@eogresources.com	9. API Well No. 43 047 39885	
1b. Type of Well: ☐ Oil Well Gas Well ☐ Otl	ner Single Zone Multiple Zone	8. Lease Name and Well No. CWU 1373-29	
Ia. Type of Work: ☑ DRILL ☐ REENTER		7. If Unit or CA Agreement, Name and No. UTU63013A	
APPLICATION FOR PERMIT	6. If Indian, Allottee or Tribe Name		

RECEIVANTICE OF APPROVAL

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

AUG U 4 2008

DIV. OF OIL, GAS & MINING

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Electronic Submission #57639 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal Committed to AFMSS for processing by GAIL JENKINS on 12/18/2007 (08GXJ1173AE)

080x50045AE NOS: 11/20/2007



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: EOG Resources, Inc. Location: NWSE, Sec. 29, T9S, R23E

Well No: Chapita Wells Unit 1373-29 Lease No: UTU-0337

API No: 43-047-39885 Agreement: Chapita Wells Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	(435) 828-4029
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

Fax: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction	- Forty-Eight (48) hours prior to construction of location and
(Notify Environmental Scientist)	access roads.
Location Completion	- Prior to moving on the drilling rig.
(Notify Environmental Scientist)	
Spud Notice	- Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)	
Casing String & Cementing	- Twenty-Four (24) hours prior to running casing and cementing
(Notify Supv. Petroleum Tech.)	all casing strings.
BOP & Related Equipment Tests	- Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)	
First Production Notice	- Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)	production resumes after well has been off production for more
	than ninety (90) days.

COAs: Page 2 of 7 Well: CWU 1373-29

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

SITE SPECIFIC COAs:

- Bury pipeline at all low water crossings.
- Permission from an authorized BLM representative will be required if construction or other operations occur during wet conditions that will lead to excessive rutting.
- Permission to clear all wildlife stipulations will only be approved by the BLM wildlife biologist during the specific timing for the species potentially affected by this action.
- Culverts and gravel may be installed as needed.
- No construction, drilling, or fracing operations within 0.5 miles of Golden Eagle nest 2/1-7/15.
- Three sites (42Un912/920, 42Un921, and 42Un5635) are recommended eligible to the NRHP. These sites must be avoided by at least 100 feet. See attached map.

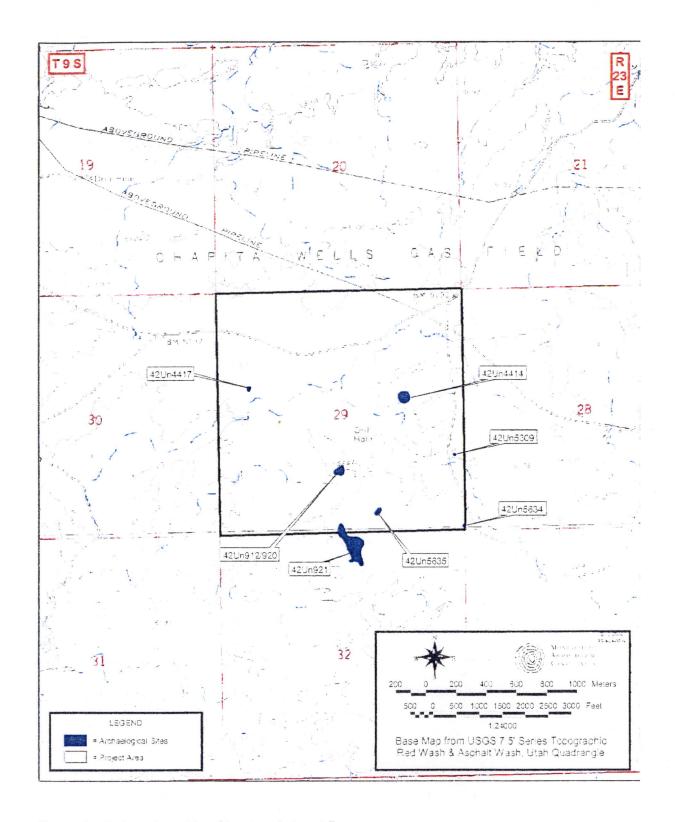


Figure 1. Project Area Map Showing Cultural Resources.

COAs: Page 3 of 7 Well: CWU 1373-29

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

Production casing cement shall be brought up and into the surface casing. The minimum cement top is 200 ft above the surface casing shoe.
 COA specification is consistent with operators performance standard stated in APD.

- A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 75 feet.

 All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- Covering air/gas drilling operations, requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- A Gamma Ray well Log shall be run from the well Total Depth to the surface. A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and **NOT** by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and

COAs: Page 4 of 7 Well: CWU 1373-29

cemented in place.

No aggressive/fresh hard-banded drill pipe shall be used within casing.

- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

COAs: Page 5 of 7 Well: CWU 1373-29

OPERATING REQUIREMENT REMINDERS:

• All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - Operator name, address, and telephone number.
 - o Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - O Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - O Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.

COAs: Page 6 of 7 Well: CWU 1373-29

• Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

COAs: Page 7 of 7 Well: CWU 1373-29

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: EOG Reso	urces, Inc		
Well Name: <u>CWU 1373-29</u>			
API No: 43-047-39885	Lease Typ	e: <u>Fede</u>	ral
Section 29 Township 09S	Range23ECounty_	Uintah	
Drilling Contractor Rocky Mo	untain Drilling	Rig#_	Rathole
SPUDDED:			
Date <u>10-23-08</u>			
Time 2:30 PM			
How_Dry			
Drilling will Commence:_			·····
Reported by Jerry Barnes			
Telephone #_435-828-1720			
Date 10-23-08	Signed	RM	

STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES** DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

EOG RESOURCES

Operator Account Number: N 9550

Address:

1060 East Highway 40

city VERNAL

state UT

zip 84078

Phone Number: (435) 781-9145

Well 1

APITA WELLS UI	VIT 1334-15	NIENBA/			T	
CHAPITA WELLS UNIT 1334-15		NENW 15 9S		22E	UINTAH	
Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
99999	13650	10/22/2008		10	128 108	
	Number	Number Number 99999 /3650	Number Number 99999 /3650	Number Number 99999 13650 10/22/200	Number Number 99999 13650 10/22/2008	Number Number Ef 99999 13650 10/22/2008 /0/22/2008

Well 2

API Number	Well	Name	QQ Sec Twp		p Rng County		
43-047-40054	CHAPITA WELLS UN	NT 1262-21	SESW	SESW 21 9S		23E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignr Effective Da		
*B	99999	13650	10	0/22/200	08	10/0	28 /08

Well 3

API Number	Well	Name	QQ	QQ Sec Twp		Rng	County
43-047-39885	CHAPITA WELLS UN	NT 1373-29	NWSE	NWSE 29 9S		23E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
øB.	99999	13650	10/23/2008		10/	28/08	
comments: MES	AVERDE					-	

ACTION CODES:

- A Establish new entity for new well (single well only)
- **B** Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- **D** Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

RECEIVED

Mickenzie Thack	∢er
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Name (Please Print) Signature

Operations Clerk

10/27/2008

Date

(5/2000)

OCT 2 7 2008

Form 3160-5 (August 2007)

Approved By

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-013
Expires: July 31, 201

Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.				6. If Indian, Allottee or Tribe Name	
SUBMIT IN TRI	PLICATE - Other instruct	ions on reverse side.	7	. If Unit or CA/Agree CHAPITA WELI	ement, Name and/or No. _S
1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Oth	ner		8	. Well Name and No. CHAPITA WELLS	UNIT 1373-29
Name of Operator EOG RESOURCES, INC.		IICKENZIE THACKER _THACKER@EOGRESOU		. API Well No. 43-047-39885	
3a. Address 1060 E. HWY 40 VERNAL, UT 84078		3b. Phone No. (include area c Ph: 435-781-9145	ode) 1	0. Field and Pool, or NATURAL BUT	
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		1	1. County or Parish,	and State
Sec 29 T9S R23E NWSE 2562FSL 2630FEL 40.00678 N Lat, 109.35070 W Lon					
12. СНЕСК АРРІ	ROPRIATE BOX(ES) TO	INDICATE NATURE C	OF NOTICE, REP	ORT, OR OTHE	R DATA
TYPE OF SUBMISSION		TYPE	E OF ACTION		
☐ Notice of Intent	☐ Acidize	□ Deepen	□ Production	(Start/Resume)	■ Water Shut-Off
_	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	on	■ Well Integrity
Subsequent Report ■ Subsequent Report	□ Casing Repair	■ New Construction	☐ Recomplet	e	Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporari	ly Abandon	Well Spud
	☐ Convert to Injection	☐ Plug Back	■ Water Disp	posal	
13. Describe Proposed or Completed Op. If the proposal is to deepen direction: Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for f The referenced well was spud	ally or recomplete horizontally, good will be performed or provide to operations. If the operation resupendonment Notices shall be filed in all inspection.)	ive subsurface locations and m he Bond No. on file with BLM, alts in a multiple completion or	easured and true vertice /BIA. Required subsection recompletion in a new	cal depths of all perting quent reports shall be interval, a Form 316	ent markers and zones. filed within 30 days 0-4 shall be filed once
14. I hereby certify that the foregoing is	Electronic Submission #6	64182 verified by the BLM ESOURCES, INC., sent to	Well Information Sy the Vernal	rstem	
Name (Printed/Typed) MICKENZ	IE THACKER	Title OPE	RATIONS CLER	<	
Signature Signat	Tractor)	Date 10 /2	7/2008		
	THIS SPACE FO	R FEDERAL OR STA	TE OFFICE USE		
			· · · · · · · · · · · · · · · · · · ·		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED VED

Title

Office

Date

Form 3160-5 (August 2007)

■ Notice of Intent

■ Subsequent Report

☐ Final Abandonment Notice

UNITED STATES DEPARTMENT OF THE INTERIOR

	OMB NO. 1004-0135 Expires: July 31, 2010
5. Lease Se	erial No.
LITLING	:37

■ Production (Start/Resume)

☐ Temporarily Abandon

■ Reclamation

Recomplete

■ Water Disposal

FORM APPROVED

,	BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an	5. Lease Serial No. UTU0337
	SUBMIT IN TRIPLICATE - Other instructions on reverse side.	7. If Unit or CA/Agreement, Name CHAPITA WELLS

SUBMIT IN TRIPLICATE - Other ins	tructions on reverse side.	7. If Unit or CA/Agreement, Name and/or No. CHAPITA WELLS
1. Type of Well ☐ Oil Well ☑ Gas Well ☐ Other		8. Well Name and No. CHAPITA WELLS UNIT 1373-29
	ct: MICKENZIE THACKER ENZIE_THACKER@EOGRESOURCES.COM	9. API Well No. 43-047-39885
3a. Address .1060 E. HWY 40 VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 435-781-9145	10. Field and Pool, or Exploratory NATURAL BUTTES
4. Location of Well (Footage, Sec., T., R., M., or Survey Descri	ption)	11. County or Parish, and State
Sec 29 T9S R23E NWSE 2562FSL 2630FEL 40.00678 N Lat, 109.35070 W Lon		UINTAH COUNTY, UT
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, I	REPORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) determined that the site is ready for final inspection.)

Deepen

☐ Fracture Treat

☐ Plug Back

■ New Construction

☐ Plug and Abandon

The referenced well was turned to sales on 12/23/2008. Please see the attached operations summary report for drilling and completion operations performed on the subject well.

☐ Acidize

☐ Alter Casing

□ Casing Repair

☐ Change Plans

□ Convert to Injection

RECEIVED

■ Water Shut-Off

Production Start-up

■ Well Integrity

Other

DEC 2.9 2008

		DIV. OF OIL, GAS & MIMING
14. I hereby certify that the foregoing is true and correct. Electronic Submission #65873 verified For EOG RESOURCES,	by the BLM Well Information System INC., sent to the Vernal	
Name (Printed/Typed) MICKENZIE THACKER	Title OPERATIONS CLERK	
Signature Will West onic Sumos (Child)	Date 12/24/2008	
THIS SPACE FOR FEDERA	AL OR STATE OFFICE USE	
_Approved By	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	
	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	demonstration agreement of the United

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

WELL CHRONOLOGY REPORT

Report Generated On: 12-23-2008

Well Name	CWU 1373-29	Well Type	DEVG	Division	DENVER
Field	CHAPITA DEEP	API#	43-047-39885	Well Class	COMP
County, State	UINTAH, UT	Spud Date	11-21-2008	Class Date	
Tax Credit	N	TVD / MD	9,020/ 9,020	Property #	062321
Water Depth	160	Last CSG	2.375	Shoe TVD / MD	0/ 0
KB / GL Elev	5,194/ 5,178				
Location	Section 29, T9S, R23E,	NWSE, 2562 FSL & 263	0 FEL		
Event No	1.0	Description	DRILL & COMPLETE		

Operator	EOG RESOUR	CES, INC W	I % 55.:	582	NRI %	47.17	8
AFE No	304991	A	FE Total	1,747,700	DHC / C	WC 88	80,700/ 867,000
Rig Contr	TRUE	Rig Name	TRUE #31	Start Date	02-12-2008	Release Date	11-26-2008
02-12-2008	Reported B	y CYNT	'HIA HANSELMAN				
DailyCosts: Dr	illing \$0		Completion	\$0	Daily	Total \$6)
Cum Costs: Di	rilling \$0		Completion	\$0	Well '	Total \$0)
MD	0 TVD	0 P 1	rogress 0	Days	0 MW	0.0 V	isc 0.0
Formation:		PBTD : 0.0		Perf:		PKR Depth:	0.0

Activity at Report Time: LOCATION DATA

Start **Activity Description** End Hrs 06:00 06:00

24.0 LOCATION DATA

2562' FSL & 2630' FEL (NW/SE) **SECTION 29, T9S, R23E** UINTAH COUNTY, UTAH

LAT 40.006778, LONG 109.350700 (NAD 83) LAT 40.006811, LONG 109.350019 (NAD 27)

TRUE #31

OBJECTIVE: 9020' MD, MESAVERDE

DW/GAS

CHAPITA WELLS DEEP PROSPECT

DD&A: CHAPITA DEEP NATURAL BUTTES FIELD

LEASE: UTU 0337

ELEVATION: 5182.3' NAT GL, 5178.0' PREP GL (DUE TO ROUNDING PREP GL WILL BE 5178') 5194' KB (16')

EOG WI 55.6856%, NRI 47.97131%

10-07-2008 Reported By TERRY CSERE

MECENTO DEC 29 200

DailyCosts: Drilling	\$75,000 \$75,000		pletion	\$0 \$0		=	Total	\$75,000 \$75,000	
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	eported By	TERRY CSERE							
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Cum Costs: Drilling	\$75,000		pletion	\$0		Well		\$75,000	
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10-16-2008	Reported By	TER	RRY CSERE							
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Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin Cum Costs: Drillin MD 0	Hrs Action 24.0 SHO Reported By ng \$0 TVD	OOTING TOE TER	DAY. RRY CSERE Com Com Progress	pletion	\$0	0	Well	Total	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation:	Hrs Action 24.0 SHO Reported By ng \$0 TVD	TER 00 0 PBTD: 0.0	DAY. RRY CSERE Com Com Progress	pletion	\$0 Days	0	Well	Total 0.0	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin Cum Costs: Drillin MD 0 Formation: Activity at Report	Hrs Action 24.0 SHC Reported By ng \$0 TVD	TER 00 0 PBTD: 0.0	DAY. RRY CSERE Com Com Progress	pletion	\$0 Days	0	Well	Total 0.0	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin Cum Costs: Drillin MD 0 Formation: Activity at Report	Hrs Action 24.0 SHO Reported By ng \$0 ng \$75,000 TVD Time: BUILD Lo	TER 00 0 PBTD: 0.0 OCATION	DAY. RRY CSERE Com Com Progress	pletion	\$0 Days	0	Well	Total 0.0	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End	Hrs Action 24.0 SHO Reported By ng \$0 ng \$75,000 TVD Time: BUILD Lo	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri	DAY. RRY CSERE Com Com Progress	pletion	\$0 Days	0	Well	Total 0.0	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drilling Cum Costs: Drilling MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008	Hrs Action 24.0 SHO Reported By ng \$0 TVD Time: BUILD Lo Hrs Action 24.0 PUS Reported By	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri	DAY. RRY CSERE Com Com Progress ption PIT. RRY CSERE	pletion	\$0 Days	0	Well MW	Total 0.0	\$75,000 Visc	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008 DailyCosts: Drillin	Hrs Action 24.0 SHO Reported By ng \$0 ng \$75,00 TVD Time: BUILD Letter Action 24.0 PUS Reported By ng \$0	OOTING TOE TER OO PBTD: 0.0 OCATION ivity Descri	DAY. RRY CSERE Con Con Progress ption PIT. RRY CSERE Con	opletion 0	\$0 Days Perf:	0	Well MW Daily	Total 0.0 PKR De	\$75,000 Visc pth: 0.0	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008 DailyCosts: Drillin Cum Costs: Drillin	Hrs Action 24.0 SHO Reported By ng \$0 ng \$75,00 TVD Time: BUILD Letter Action 24.0 PUS Reported By ng \$0	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri	DAY. RRY CSERE Con Con Progress ption PIT. RRY CSERE Con	pletion 0	\$0 Days Perf:	0	Well MW Daily	Total 0.0 PKR De	\$75,000 Visc pth: 0.0	0.0
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008 DailyCosts: Drillin Cum Costs: Drillin Cum Costs: Drillin O	### Action	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri	Progress Com Progress Aption PIT. RRY CSERE Com Com Progress	o o npletion	\$0 Days Perf: \$0 \$0 \$0		Well MW Daily Well	Total 0.0 PKR De	\$75,000 Visc pth: 0.0 \$0 \$75,000 Visc	
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008 DailyCosts: Drillin Cum Costs: Drillin MD 0 Formation:	Hrs Acti 24.0 SHC Reported By ng \$0 TVD Time: BUILD Lo Hrs Acti 24.0 PUS Reported By ng \$0 TVD TVD	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri HING OUT: TER 00 0 PBTD: 0.0	Progress Com Progress Aption PIT. RRY CSERE Com Com Progress	o o npletion	\$0 Days Perf: \$0 \$0 Days		Well MW Daily Well	Total 0.0 PKR De Total Total 0.0	\$75,000 Visc pth: 0.0 \$0 \$75,000 Visc	
Start End 06:00 06:00 10-17-2008 DailyCosts: Drillin MD 0 Formation: Activity at Report Start End 06:00 06:00 10-20-2008 DailyCosts: Drillin Cum Costs: Drillin	Hrs Action 24.0 SHO Reported By ng \$0 ng \$75,000 TVD Time: BUILD Lot Hrs Action 24.0 PUS Reported By ng \$75,000 TVD	OOTING TOE TER 00 0 PBTD: 0.0 OCATION ivity Descri HING OUT: TER 00 0 PBTD: 0.0	Progress Comprogress April 1	o o npletion	\$0 Days Perf: \$0 \$0 Days		Well MW Daily Well	Total 0.0 PKR De Total Total 0.0	\$75,000 Visc pth: 0.0 \$0 \$75,000 Visc	

DIV. OF OIL, CAS & MEATING

DailyCosts: Drilling	\$0	Completion	\$0		Daily T	'otal	\$0	
Cum Costs: Drilling	\$75,000	Completion	\$0		Well To	otal	\$75,000	
MD 0	TVD 0	Progress 0	Days	0	MW	0.0	Visc	0.0
Formation:	PBTD :	0.0	Perf:			PKR De	pth: 0.0	
Activity at Report Ti	me: BUILD LOCATIO	N						
Start End	Hrs Activity De	scription						
06:00 06:00	24.0 PUSHING O	UT PIT.						
10-22-2008 Re	eported By	TERRY CSERE						
DailyCosts: Drilling	\$0	Completion	\$0		Daily T	otal	\$0	
Cum Costs: Drilling	\$75,000	Completion	\$0		Well To	tal	\$75,000	
MD 0	TVD 0	Progress 0	Days	0	MW	0.0	Visc	0.0
Formation:	PBTD :	0.0	Perf:			PKR De	oth: 0.0	
Activity at Report Ti	me: BUILD LOCATIO	N						
Start End	Hrs Activity De	scription						
06:00 06:00	24.0 PUSHING O	UT PIT.						
10-23-2008 Re	eported By	TERRY CSERE						
DailyCosts: Drilling	\$0	Completion	\$0		Daily T	otal	\$0	
Cum Costs: Drilling	\$75,000	Completion	\$0		Well To	tal	\$75,000	
MD 0	TVD 0	Progress 0	Days	0	MW	0.0	Visc	0.0
Formation:	PBTD:	0.0	Perf:			PKR De	oth: 0.0	
Activity at Report Ti	me: BUILD LOCATIO	N						
Start End	Hrs Activity De	scription						
06:00 06:00	24.0 LINE TODA	<i>Y</i> .						
10-24-2008 Re	eported By	JERRY BARNES						
DailyCosts: Drilling	\$0	Completion	\$0		Daily T	otal	\$0	
Cum Costs: Drilling	\$75,000	Completion	\$0		Well To	tal	\$75,000	
MD 60	TVD 60	Progress 0	Days	0	MW	0.0	Visc	0.0
Formation :	PBTD:	0.0	Perf:			PKR De _l	oth: 0.0	
Activity at Report Ti	me: SPUD NOTIFICAT	TION/WO AIR RIG						
Start End	Hrs Activity De	scription						
06:00 06:00	14" CONDUC	COMPLETE. ROCKY MOU CTOR. CEMENT TO SURF AND MICHAEL LEE W/BI	ACE WITH RE	ADY MIX.	IERRY BARNE	N 10/23/0 ES NOTIFI	8 @ 2:30 PM, S ED CAROL DA	ET 60' OF
11-03-2008 Re	eported By	JERRY JENKINS						
DailyCosts: Drilling	\$272,488	Completion	\$0		Daily To	otal	\$272,488	
Cum Costs: Drilling	\$347,488	Completion	\$0		Well To	tal	\$347,488	
MD 2,371	TVD 2,371	Progress 0	Days	0	MW	0.0	Vise	0.0
Formation :	PBTD:	0.0	Perf:			PKR De _l	oth: 0.0	
						_		
Activity at Report Ti	me: WORT							

06:00 06:00

24.0 MIRU CRAIG'S AIR RIG #2 ON 10–26–2008. DRILLED 12–1/4" HOLE TO 2355' GL (2371' KB). ENCOUNTERED WATER @ 1100'. LOST CIRCULATION @ 1850'. RAN 62 JTS (2338.95') OF 9–5/8", 36.0 #, J–55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2354' KB. RDMO CRAIGS RIG.

MIRU HALLIBURTON CEMENTING. HELD SAFETY MEETING.PRESSURE TESTED LINES AND CEMENT VALVE TO 600 PSIG. PUMPED 181 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 400 SX (84 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX.

DISPLACED CEMENT W/178 BBLS FRESH WATER. BUMPED PLUG W/382 # @ 5:59 PM, 10-30-2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 100 SX (21 BBLS) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS, WOC 2 HRS 46 MINUTES.

TOP JOB # 2: MIXED & PUMPED 100 SX (21 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 2 HRS 55 MINUTES.

TOP JOB # 3: MIXED & PUMPED 100 SX (21 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 3 HRS 5 MINUTES.

TOP JOB # 4: MIXED & PUMPED 100 SX (21 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 3HRS 19 MINUTES.

TOP JOB # 5: MIXED & PUMPED 100 SX (21BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 27 HRS 30 MINUTES. RDMO HALLIBURTON CEMENTERS.

TOP JOB # 6: MIRU HALLIBURTON CEMENTERS. MIXED & PUMPED 130 SX (26 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED & STOOD FULL. RDMO HALLIBURTON CEMENTERS.

PREPARED LOCATION FOR ROTARY RIG. WORT, WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

CRAIGS RIG # 2 TOOK SURVEYS WHILE DRILLING HOLE @ 1300'- 0.5 DEGREE & 2380'- 4.5 DEGREE.

JERRY JENKINS EMAILED NOTIFICATION TO BLM OF THE SURFACE CASING & CEMENT JOB ON 10/30/2008 @ 9:10 AM.

		w.	7.10 AIVI.								
11-21-20	008 Re	eported By	R	OBERT DYSAR	T						
DailyCosts: Drilling		\$31,0	085	Completion		\$0		Daily	Total	\$31,085	
Cum Costs: Drilling		\$385	,259	Completion		\$0	Well Total \$385		\$385,259	385,259	
MD	2,371	TVD	2,371	Progress	0	Days	0	MW	8.4	Visc	27.0
Formatio	n:		PBTD:	0.0		Perf:			PKR De	pth: 0.0	
Activity a	t Report Ti	me: PICK UI	PBHA								
Start	End	Hrs Ac	tivity Desc	cription							
06:00	22:00	16.0 HC	OLD PRE-JO	OB SAFETY MT	rg, conti	NUE RIG MO	VE FROM	CWU 1374-2	9 TO CWU	1373–29 (1.5 N	IILE)
			TRUCKS, 1 AST @ 1530	FORKLIFT & O	CRANE. R	ELEASE CRA	NE @ 1400	HRS, RELEA	ASE TRUCK	S @ 1430 HRS	S, RAISE

				RURT
22:	00	00:00	2.0	NIPPLE UP BOPE. RIG ACCEPTED FOR DAYWORK @ 22:00 HRS, 11/20/08.
00:	00	03:00	3.0	TEST BOPE AS PER PROGRAM. NOTIFIED BLM VERNAL OFFICE VIA EMAIL ON $11/19/08$ @ 1900 HRS FOR BOP TEST.
				INSIDE BOP, SAFETY VALVE, UPPER/LOWER KELLY COCK 250/5000 PSI 5/10 MIN.
				HCR, CHOKE LINE, KILL LINE, 250/5000 PSI 5/10 MIN.
				CHOKE MANIFOLD, 250/5000 PSI 5/10 MIN.
				PIPE RAMS, BLIND RAMS, 250/5000 PSI 5/10 MIN.
				ANNULAR, 250/2500 PSI 5/10 MIN.
				TEST 9 5/8" CASING TO1500 PSI 30 MIN.
				INSTALL WEAR BUSHING.
03:	00	05:00	2.0	HOLD PRE-JOB SAFETY MTG. RIG UP LAYDOWN MACHINE, PICK UP & RUN IN HOLE BHA # 1, TRIP IN HOLE TO TOP OF CEMENT. (2271')
05:	00	06:00	1.0	RIG CREW CONDUCT PRE-SPUD WALK THROUGH.

NO ACCIDENTS OR INCIDENTS REPORTED, FULL CREWS, CHECK COM SAFETY MTGS: RIG MOVE, RIG UP, BOP TEST, PICKING UP DRILL PIPE FUEL:

UNMANNED LOGGER: RIGGED UP.

M/W 9.3/35.

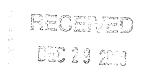
		UN.	WANNED	LUGGER: RIG	GED UP.						
11-22-20	008 R	Reported By	R	OBERT DYSAI	RT						
DailyCos	ts: Drilling	\$35,04	19	Cor	npletion	\$0		Daily	y Total	\$35,049	
Cum Cos	ts: Drilling	\$420,3	308	Cor	npletion	\$0		Well	Total	\$420,308	
MD	4,803	TVD	4,803	Progress	2,432	Days	1	MW	8.7	Visc	27.0
Formatio	n:		PBTD : 0	0.0		Perf:			PKR De	pth: 0.0	
Activity a	ıt Report T	ime: DRILLIN	G @ 4803'								
Start	End	Hrs Act	ivity Desc	ription							
06:00	07:00	1.0 DR	LL CEME	NT/FLOAT EQU	JIP. 2271'7	O 2354' WAS	H TO TD (2	2371') DRILI	L 10' RAT HC	DLE.	
07:00	07:30	0.5 SPC	T HI-VIS	PILL ON BOTT	TOM, CON	DUCT FIT W	TH 8.4 PPC	FLUID @ 2	354' 135 PS	I, 9.5 EMW	
07:30	14:00	6.5 SPU	D @ 07:30	HRS, 11/21/08							
		DR	LL ROTAT	E 2381' TO 298	84' (603') R	OP 100.					
14:00	14:30	0.5 SEF	VICE RIG								
14:30	20:00	5.5 DR	LL ROTAT	E 2984' TO 358	80' (596') R	OP 108					
		WO	B 22/24K, l	RPM 60 + 65, C	PM 420, P	SI 1600/1700					
20:00	20:30	0.5 SUI	RVEY @ 35	04' 4 DEG.							
20:30	23:30	3.0 DR	LL ROTAT	E 3580' TO 408	31' (501') R	OP 167					
		WO	B 22/24K, I	RPM 60 + 65, C	PM 420, P	SI 1600/1700					
23:30	00:00	0.5 SUI	RVEY @ 40	06' 3 DEG.							
00:00	06:00	6.0 DR	LL ROTAT	E 4081' TO 480	3' (722') R	OP 120					
		WO	B 18/20K, I	RPM 55/65 + 65	5, GPM 420	, PSI 1700/19	00				

NO ACCIDENTS OR INCIDENTS REPORTED, FULL CREWS, CHECK COM SAFETY MTGS: BOPE X 2 BOP DRILL 90 SEC. FUNCTION RAMS FUEL: 900

BOILER 6 HRS

UNMANNED LOGGER: DAY #1

		SP	UD A 7 7/8"	HOLE WITH F	ROTARY TO	OOL @ 07:30 HI	RS, 11/21	/08.	~~~~		
11-23-200	08 Re	ported By	RC	BERT DYSAF	T7						
DailyCosts	s: Drilling	\$53,0	193	Cor	npletion	.\$0		Dail	y Total	\$53,093	
Cum Cost	s: Drilling	\$472,	,735	Cor	npletion	\$0		Well	Total	\$472,735	
MD	6,335	TVD	6,335	Progress	1,532	Days	2	MW	9.3	Visc	34.0
Formation	1:		PBTD : 0.	0		Perf:			PKR De	pth: 0.0	
Activity at	t Report Tii	me: DRILLI	NG @ 6335'								
Start	End	Hrs Ac	tivity Desc	ription							
06:00	13:30	7.5 DR	ILL ROTATI	E 4803' TO 530	3' (500') R	OP 66					
		Wo	OB 18/24K, F	RPM 55/65 + 65	5, GPM 420	, PSI 1700/1900					
13:30	14:00	0.5 SE	RVICE RIG								
14:00	06:00	16.0 DR	ILL ROTATI	E 5303' TO 633	5' (1032') 1	ROP 64					
		Wo	OB 18/24K, F	RPM 55/65 + 65	5, GPM 420	, PSI 1700/1900					
		M/	W 10/33.								
		NO) ACCIDENT	'S OR INCIDE	NTS REPO	RTED, FULL C	REWS. C	НЕСК СОМ			
				S: TRIP HAZA		,	, -				
				ECEIVED 8000							
			ILER 18 HR								
		UN	IMANNED L	OGGER: DAY	#2.						
11-24-200	08 Re	eported By		OGGER: DAY							
			RC	BERT DYSAF		\$0		Dail	y Total	\$34,072	
DailyCost s	s: Drilling	eported By	RC	OBERT DYSAF	RT	\$0 \$0			y Total Total	\$34,072 \$503,276	
DailyCosts Cum Costs	s: Drilling	eported By \$34,0	RC	OBERT DYSAF	RT npletion		3		<u>-</u> '		33.0
DailyCosts Cum Costs MD	s: Drilling s: Drilling 7,629	*\$34,0 \$503,	RC 172 276	OBERT DYSAF Cor Cor Progress	RT npletion npletion	\$0	3	Well	Total	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation	s: Drilling s: Drilling 7,629	*\$34,0 \$503,	772 276 7,629 PBTD: 0.	OBERT DYSAF Cor Cor Progress	RT npletion npletion	\$0 Days	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation	s: Drilling s: Drilling 7,629	\$34,0 \$503, TVD	772 276 7,629 PBTD: 0.	OBERT DYSAF Cor Cor Progress	RT npletion npletion	\$0 Days	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at	s: Drilling s: Drilling 7,629 1: t Report Ti	\$34,0 \$503, TVD me: DRILLIN Hrs Ac	RC 772 276 7,629 PBTD : 0. NG @ 7629'	OBERT DYSAF Cor Cor Progress	npletion npletion 1,294	\$0 Days Perf:	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at	s: Drilling s: Drilling 7,629 1: t Report Tiu	\$34,0 \$503, TVD me: DRILLIN Hrs Ac 7.5 DR	RC 7,629 PBTD: 0. NG @ 7629' tivity Desc	Cor Cor Progress 0 ription E 6335' TO 674	npletion npletion 1,294	\$0 Days Perf:	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at	s: Drilling s: Drilling 7,629 1: t Report Tiu	\$34,0 \$503, TVD me: DRILLIN Hrs Ac 7.5 DR	RC 7,629 PBTD: 0. NG @ 7629' tivity Desc	Cor Cor Progress 0 ription E 6335' TO 674	npletion npletion 1,294	\$0 Days Perf:	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00	s: Drilling s: Drilling 7,629 1: t Report Tit End 13:30	\$34,0 \$503, TVD me: DRILLIN Hrs Ac 7.5 DR WC 0.5 SE	RC 7,629 PBTD: 0. NG @ 7629' tivity Desc LLL ROTATI DB 18/22K, F RVICE RIG	Cor Cor Progress 0 ription E 6335' TO 674	npletion npletion 1,294 14' (409') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	\$34,0 \$503, TVD me: DRILLIN Hrs Ac 7.5 DR WC 0.5 SEI 16.0 DR	RC 772 276 7,629 PBTD: 0. NG @ 7629' tivity Desc. LLL ROTATI DB 18/22K, F RVICE RIG	Cor Cor Progress 0 ription = 6335' TO 674 RPM 55/65 + 65	npletion npletion 1,294 14' (409') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	\$34,0 \$503, TVD me: DRILLIF Hrs Ac 7.5 DR WC 0.5 SEI 16.0 DR	RC 772 276 7,629 PBTD: 0. NG @ 7629' tivity Desc. LLL ROTATI DB 18/22K, F RVICE RIG	Cor Cor Progress 0 ription = 6335' TO 674 RPM 55/65 + 65	npletion npletion 1,294 14' (409') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000 OP 55	3	Well	Total 10.1	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	\$34,0 \$503, TVD me: DRILLIN Hrs Ac 7.5 DR WC 0.5 SEI 16.0 DR WC M/	7,629 PBTD: 0. NG @ 7629' tivity Desc. LLL ROTATI DB 18/22K, F RVICE RIG LLL ROTATI DB 18/22K, F RVICE RIG LLL ROTATI DB 18/22K, F	Cor Cor Progress 0 ription E 6335' TO 674 RPM 55/65 + 65	npletion npletion 1,294 14' (409') R 5, GPM 420 29' (885') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000 OP 55		Well MW	Total 10.1 PKR De	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	### \$34,0	PBTD: 0. PBTD:	Cor Cor Progress 0 ription E 6335' TO 674 RPM 55/65 + 65	npletion 1,294 14' (409') R 5, GPM 420 29' (885') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000 OP 55 0, PSI 1900/2150		Well MW	Total 10.1 PKR De	\$503,276 Visc	33.0
DailyCosts Cum Costs MD Formation Activity at Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	### ##################################	PBTD: 0. PBTD:	Cor Cor Progress 0 ription = 6335° TO 674 RPM 55/65 + 65 = 6744° TO 762 RPM 55/65 + 65	npletion 1,294 14' (409') R 5, GPM 420 29' (885') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000 OP 55 0, PSI 1900/2150		Well MW	Total 10.1 PKR De	\$503,276 Visc	33.0
Start 06:00 13:30	s: Drilling s: Drilling 7,629 1: t Report Tin End 13:30 14:00	### \$34,0 \$34,0 \$503, TVD Me: DRILLIN Hrs	RC 7,629 PBTD: 0. NG @ 7629' tivity Desc LLL ROTATI DB 18/22K, F RVICE RIG LLL ROTATI DB 18/22K, F RVICE RIG LLL ROTATI DB 18/22K, F W 10.6/36 D ACCIDENT FETY MTG	Cor Cor Progress 0 ription E 6335' TO 674 RPM 55/65 + 65 E 6744' TO 762 RPM 55/65 + 65 TS OR INCIDE S: WORKING 65	npletion 1,294 14' (409') R 5, GPM 420 29' (885') R 5, GPM 420	\$0 Days Perf: OP 54 0, PSI 1800/2000 OP 55 0, PSI 1900/2150		Well MW	Total 10.1 PKR De	\$503,276 Visc	33.0



\$891

\$891

Daily Total

Well Total

\$113,108

\$616,384

Completion

Completion

DailyCosts: Drilling

Cum Costs: Drilling

\$112,217

\$615,493

Cum Cos	is. Dilling	ф015,т	,,	Con	uptetion	Φ071		WCII	IUIAI	φ010,36 4	
MD	8,323	TVD	8,323	Progress	706	Days	4	MW	10.8	Visc	35.0
Formation	n:	j	PBTD:	.0		Perf:			PKR De	oth: 0.0	
Activity a	t Report Ti	me: DRILLING	G @ 8323'								
Start	End	Hrs Acti	vity Desc	ription							
06:00	13:30	7.5 DRII	L ROTAT	E 7629' TO 797	4' (345') R	OP 46					
		WOE	3 18/22K,	RPM 55/65 + 65	5, GPM 420	, PSI 1800/2	2100				
13:30	14:00	0.5 SERV	VICE RIG								
14:00	20:30	6.5 DRIL	L ROTAT	E 7974' TO 817	9' (205') R	OP 31					
		WOE	3 18/22K,	RPM 55/65 + 65	, GPM 420	, PSI 1800/2	2100				
20:30	23:00	2.5 TRIP	OUT OF	HOLE FOR BIT	Γ#2						
23:00	00:30	1.5 MAK	E UP BIT	#2 TRIP IN HO	OLE TO 44	50'					
00:30	01:30	1.0 WAS	H/REAM	4450° TO 4550°	(WASATC	H TOP)					
01:30	02:30	1.0 TRIP	IN HOL	E 4550' TO 8120),						
02:30	03:30	1.0 WAS	H/REAM	8120' TO 8167'							
		NO F	ILL OR E	OLE PROBLEM	MS						
03:30	06:00	2.5 DRIL	L ROTAT	E 8167' TO 832	3' (155') R	OP 62					
		WOE	3 14/18 K ,	RPM 55/65 + 65	, GPM 420	, PSI 1900					
		M/W	11/35.								
		NO A	CCIDEN'	TS OR INCIDE	NTS REPO	RTED, FUL	L CREWS, C	HECK COM			
		SAFI	ETY MTG	S: HIGH PRESS	SURE LIN	ES, TRIPPIN	NG PIPE				
				SED 1700							
		BOIL	ER 24 HF	LS .							
		UNM	IANNED	LOGGER: DAY	#4						
11-26-20	08 Re	ported By	Re	OBERT DYSAR	T						
DailyCost	s: Drilling	\$33,951	I	Con	npletion	\$8,232		Daily	/ Total	\$42,183	
Cum Cost	s: Drilling	\$649,44	15	Con	npletion	\$9,123		Well	Total	\$658,568	
MD	9,020	TVD	9,020	Progress	697	Days	5	MW	11.1	Visc	35.0
Formation	,		PBTD : 0	_		Perf:		1,1 ,,	PKR Dep		
		ne: RUNNING				1011.			TRICDU	7611 • 0.0	
	_										
Start	End		vity Desc	-		on at wor	10/00FF P.P.		G71 / / 40 7/	~	
06:00	14:00			E 8323' TO 883	7′ (514′) R	OP 64, WOE	3 18/20K, RPI	M 55/65 + 65,	, GPM 420, P	SI 1900/2100.	
14:00	14:30		/ICE RIG.								
14:30	19:30		L ROTAT RS, 11/25/	E 8837' TO 902 08.	0′ (183′), V	VOB 18/20K	., RPM 55/65	+ 65, GPM 42	20, PSI 1900/2	2100. REACHE	D TD @ 19:
		50 111	11,20,								
19:30	20:30	1.0 CIRC	HILATE &	CONDITION	FOR SHOR	RT TRIP 15/	'20' FLARE				
20:30	21:00			HORT TRIP TO							
21:00	22:30			OTTOMS UP, S		BBI 13.5 PII	IJ.				
22:30	03:00			B SAFETY MT							
	05.00			BUSHING.							
03:00	06:00			OB SAFETY MI	G RIM 4	1/2" PROD	CASING				
		2.0 1101									

M/W 11/35.

NO ACCIDENTS OR INCIDENTS REPORTED, FULL CREWS, CHECK COM

SAFETY MTGS: LDDP, RUN CASING

FUEL: 2000, USED 1600, NO DOWN TIME

BOILER 24 HRS

UNMANNED LOGGER: DAY #5.

11-27-20	08 Re	eported By	ROBER	T DYSART	r/woodi	E L BEARDS	LEY				
DailyCost	ts: Drilling	\$40,759		Com	pletion	\$180,884		Dail	y Total	\$221,644	
Cum Cos	ts: Drilling	\$690,204		Com	pletion	\$190,007		Well	Total	\$880,212	
MD	9,020	TVD	9,020 Pro	ogress	0	Days	6	MW	0.0	Visc	0.0
Formation	n:	PB	BTD: 0.0			Perf:			PKR De	pth: 0.0	
Activity a	t Report Ti	me: RDRT/WO C	OMPLETION	1							
Start	End	Hrs Activit	ty Descriptio	o n							
06:00	10:30	OF 4 1/2 COLLA JTS CS FOR A BOTTO	" 11.6 PPF N- AR @ 8969'#5 G. INSTALL (TOTAL OF #1	-80 LTC CA 59 JT'S CA CENTRAL 15 CENTR 1AKE UP F	ASING AS SING, M. IZER ON ALIZERS FLUTED I	S FOLLOWS: ARKER JT 64 MIDDLE OF . THREAD LO MANDRAL H	FLOAT SH 19' – 6439' SHOE JT. OCK SHOE IANGER &	OE LANDE , #53 JT'S C TOP OF SHO , 1ST JT, FL LANDING :	D @ 9014', #1 CASING, MAF DE JT. THAN OAT COLLAI JT. LAND SAI	JT'S + 2 MARI JT CASING, F RKER JT 4116'- EVERY 3RD. J' R & 2ND JT. TA ME. FMC ON S	LOAT - 4136', #95 T. TO 7100' G
10:30	13:00	CEMEI PLUG. FT) 12. 2% D1? DISPEI CEMEI FLUID RETUE DISPLA VALVE VERIF WATEE CALCU INCRE HOLD THROU	NTERS. CEM. PUMP 20 BB 0 PPG 35:65 F 74 EXPANDIN RSANT, AND NT(1.29 CU F LOSS, AND . RNS 200 BBL ACEMENT. C C. TATTLETAI Y THAT PLU R FROM TUB JLATED DISI MENTS, PLU 5 MIN, BLED	ENT PRODUCTION OF THE PROPERTY	DUCTION VASH, FO AD CEME % D112 F K D130 L 5 GAL SK DISPERS L. SHUT 1 R FAILED DID NOT 1 FFT HEAD AD GONE NT, (139.0 ED AT 148 BBL BAC ENT. PUM	CASING AS LLOWED BY NT (2.26 CU LUID LOSS, CM. PUMP 3. MIX WATER ANT. LOST FO DOWN AND TO CLOSE Y DROP, SHUT D. AFFIRMAT GOUT WASH GBBL, PLUC BBL. BUMP K TO TUB, FI IPED AT 6.5 I	FOLLOWS 7 20 BBL W FT/SK, 12.8 2% D046 A 40 BBL (144 8) W/2% D0 ETURNS 9 WASH UP T VALVE TO W DOWN AN IVE. UNDE UP HOSE A G DID NOT ED PLUG T LOATS HEI BBL/MIN U	E PRESSURI ATER SPACES GAL/SK NATIFOAM, SO SX, 1909 DO EXTENI O BBL INTO TO PITS. DR WASH UP LI DI KNOCK O TERMINEL TERMINEL TO BEGINNI BUMP. PUM TO 3000 PSI, LD. MAINTA	E TEST TO 50 ER. PUMP 13 MIX WATER) .3% D013 RE CU FT) 14.1 F DER, .1% D04 D TAIL, REGA OP TOP PLUG INE, SHUT DO D AMOUNT O NG OF DISPI MP ADDITION FINAL PUMI AINED PARTI	CREW. RIG UP 100 PSI. DROP 13 BBL (330 SX W66% D020 EX TARDER, 2% 1 PPG 50:50 POZ/ 6 ANTIFOAM, LINED PARTIAL G. BEGIN OWN AND CLC CEMENTING I F DISPLACEM LACEMENT. PI JAL 9 BBL IN 3 P PRESSURE 2: AL RETURNS LEDUCE RATE	, 745.8 CU TENDER, 2065 G TAIL 2% D167 L OSE HEAD TO ENT UMP BBL 300 PSI.
13:00	14:00	1.0 WAIT (ON CEMENT,	RIG DOW	'N SCHLU	JMBERGER.					
14:00	14:30		го раскогг,				HNICIAN.				
14:30	15:30	1.0 NIPPLI	E DN. CLEAN	MUD TAI	NKS.						
15:30	06:00	14.5 RIG DO	OWN.				•				
		SCHED 1375–2	OULED TO A	RRIVE AM IPE TUBS,	ON THU MISC, EC	RSDAY, 11/2	7/08 TO MC	OVE TRUE 3	1 APPROX5	WESTROC TRU MILES TO TH 0% MOVED, RI	E CWU

SAFETY MEETINGS: LAYING DOWN DRILL PIPE, RUNNING CASING.

NO INCIDENTS/ACCIDENTS REPORTED.
FULL CREWS BOTH TOURS.
C.O.M. SET/CHECKED BOTH TOURS.

BOILER 24 HOURS.

TRANSFERRED 1400 GAL FUEL @ \$2.478/ GAL TO CWU 1375-29.

TRANSFERRED 5 JOINTS 4 1/2" 11.6# N-80 LTC CASING TO CWU 1375-29.

TRANSFERRED 1 MARKER JOINT 4 1/2" 11.6# P-110 LTC CASING TO CWU 1375-29.

TRANSFERRED 1 BAD JOINT 4 1/2" 11.6" N-80 LTC CASING TO STEWART MACHINE.

TRANSFERRED 1 BAD MARKER JOINT 4 1/2" 11.6# P-110 LTC CASING TO STEWART MACHINE.

06:00

RIG RELEASED @ 15:30 HRS, 11/26/08.

CASING POINT COST \$690,100

		CAS	ind i on	11 COST \$050,1							
12-05-200	08 Re	ported By	S	EARLE							
DailyCost	s: Drilling	\$0		Con	pletion	\$43,779		Daily '	Total	\$43,779	
Cum Cost	ts: Drilling	\$690,2	04	Com	pletion	\$233,786		Well T	otal	\$923,991	
MD	9,020	TVD	9,020	Progress	0	Days	7	MW	0.0	Visc	0.0
Formation	n:		PBTD: 8	3968.0		Perf:			PKR De _l	oth: 0.0	
Activity at	t Report Ti	ne: PREP FO	R FRACS								
Start	End	Hrs Acti	ivity Desc	cription							
06:00	06:00	24.0 MIR RD S	U SCHLU SCHLUME	MBERGER. LO BERGER.	G WITH R	ST/CBL/CCL/V	DL/GR I	FROM PBTD T	O 960'. EST	CEMENT TOP	@ 2000'
12-16-200	08 Re	ported By	R	ITA THOMAS							
DailyCost	s: Drilling	\$0		Con	pletion	\$162,165		Daily '	Total	\$162,165	
Cum Cost	s: Drilling	\$690,2	04	Com	pletion	\$395,951		Well T	otal	\$1,086,156	
MD	9,020	TVD	9,020	Progress	0	Days	8	MW	0.0	Visc	0.0
Formation	1:		PBTD:8	968.0		Perf:			PKR Dep	oth: 0.0	
Activity at	t Report Ti	ne: FACILITY	COST								
Start	End	Hrs Acti	ivity Desc	ription							
06:00	06:00	24.0 FAC	ILITY CO	ST \$162,165							
12-18-200	08 Re	ported By	K	ERN							
DailyCosts	s: Drilling	\$0		Com	pletion	\$39,674		Daily '	Total	\$39,674	
Cum Cost	s: Drilling	\$690,2	04	Com	pletion	\$435,625		Well T	otal	\$1,125,830	
								3 / 5 5 7	0.0		0.0
MD	9,020	TVD	9,020	Progress	0	Days	8	$\mathbf{M}\mathbf{W}$	0.0	Visc	0.0
MD Formation	9,020 1: MESAVE		9,020 PBTD : 8	0	0	Days Perf: 8073'-		WW	PKR Dep		0.0
Formation	ı: MESAVE		PBTD: 8	968.0	0	•		MW			0.0
Formation	ı: MESAVE	RDE ne: FRAC MP	PBTD: 8	968.0 PR	0	•		MW			0.0

PERFORATE M/LPR FROM 8073'-74', 8098'-99', 8149'-50', 8182'-83', 8190'-91', 8223'-24', 8257'-58', 8279'-80', 8333'-34', 8341'-42', 8370'-71', 8384'-85' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/ 165 GAL GYPTRON T-106, 6336 GAL WF120 LINEAR 1# & 1.5# SAND, 27168 GAL YF116ST+ W/ 94400 # 20/40 SAND @ 1-4 PPG. MTP 6723 PSIG. MTR 53.2 BPM. ATP 5530 PSIG. ATR 41.4 BPM. ISIP 3000 PSIG. RD SCHLUMBERGER. SDFN

12-19-2008	Reported B	y K	ERN							
DailyCosts: Drillin	g \$0		Com	pletion	\$257,086		Daily	Total	\$257,086	
Cum Costs: Drillin	g \$69	90,204	Com	pletion	\$692,711		Well 7	Total (\$1,382,916	
MD 9,020	TVD	9,020	Progress	0	Days	9	MW	0.0	Visc	0.0
Formation : MESA	VERDE	PBTD : 8	968.0		Perf: 6680'-	8751'		PKR De _l	oth: 0.0	

Activity at Report Time: PREP TO MIRUSU

Start	End	Hrs	Activity	Description

06:00 06:00 24.0 RUWL SET 6K CFP.

24.0 RUWL. SET 6K CFP AT 8040'. PERFORATE MPR FROM 7815'-16', 7835'-36', 7864'-65', 7882'-83', 7890'-91', 7914'-15', 7921'-22', 7958'-59', 7972'-73', 7990'-91', 8010'-11', 8023'-24' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/165 GAL GYPTRON T-106, 6341 GAL WF120 LINEAR 1# & 1.5# SAND, 45438 GAL YF116ST+ W/166500# 20/40 SAND @ 1-5 PPG. MTP 6355 PSIG. MTR 51 BPM. ATP 4644 PSIG. ATR 48.1 BPM. ISIP 2050 PSIG. RD SCHLUMBERGER.

RUWL. SET 6K CFP AT 7780'. PERFORATE MPR FROM 7555'-56', 7567'-68', 7603'-04', 7644'-45', 7664'-65', 7673'-74', 7698'-99', 7705'-06', 7721'-22', 7728'-29', 7745'-46', 7755'-56' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/165 GAL GYPTRON T-106, 6309 GAL WF120 LINEAR 1# & 1.5# SAND, 44442 GAL YF116ST+ W/165700# 20/40 SAND @ 1-5 PPG. MTP 6273 PSIG. MTR 51.2 BPM. ATP 4441 PSIG. ATR 48.5 BPM. ISIP 2700 PSIG. RD SCHLUMBERGER.

RUWL. SET 6K CFP AT 7525'. PERFORATE UPR FROM 7081'-82', 7114'-15', 7123'-24', 7150'-51', 7161'-62', 7207'-08', 7248'-49', 7317'-18', 7368'-69', 7450'-51', 7494'-95', 7501'-02' @ 3 SPF @ 120° PHASING. RDWL. RU SCHLUMBERGER, FRAC DOWN CASING W/ 165 GAL GYPTRON T-106, 6314 GAL WF120 LINEAR 1# & 1.5# SAND, 20283 GAL YF116ST+ W/71000# 20/40 SAND @ 1-4 PPG. MTP 6519 PSIG. MTR 49.9 BPM. ATP 5106 PSIG. ATR 42.1 BPM. ISIP 3000 PSIG. RD SCHLUMBERGER.

RUWL SET 6K CFP AT 7020'. PERFORATE UPR FROM 6680'-81', 6717'-18', 6771'-72', 6793'-94', 6813'-14', 6823'-24', 6832'-33', 6845'-46', 6876'-77', 6961'-62', 6972'-73', 6994'-95' @ 3 SPF @ 120° PHASING. RDWL.

RU SCHLUMBERGER, FRAC DOWN CASING W/ 165 GAL GYPTRON T-106, 6311 GAL WF120 LINEAR 1# & 1.5# SAND, 48749 GAL YF116ST+ W/182600# 20/40 SAND @ 1-5 PPG. MTP 6530 PSIG. MTR 51.3 BPM. ATP 3572 PSIG. ATR 48.6 BPM. ISIP 1900 PSIG. RD SCHLUMBERGER.

RUWL. SET 6K CBP AT 6582'. RDWL. SDFN.

12-20-2008	Re ₁	ported By	H	ISLOP							
DailyCosts:	Drilling	\$0		C	ompletion	\$21,290		Daily T	otal	\$21,290	
Cum Costs:	Drilling	\$690),204	C	ompletion	\$714,001		Well To	tal	\$1,404,206	
MD	9,020	TVD	9,020	Progress	0	Days	10	MW	0.0	Visc	0.0
Formation :	: MESAVEI	RDE	PBTD : 8	968.0		Perf: 6680'	-8751'		PKR Dep	oth: 0.0	
Activity at I	Report Tin	ne: CLEAN	OUT AFTE	R FRAC							
Start 1	End	Hrs A	ctivity Desc	ription							
06:00	06:00		CP 0 PSIG. N LUGS SDFN.		FRAC TREE.	NU BOP. RIH	W/BIT &	PUMP OFF SU	B TO 6582	'. RU TO DRII	LL OUT
12-23-2008	Da										
	, Ite	ported By	Н	ISLOP							
DailyCosts:		ported By \$0	H		ompletion	\$53,368		Daily T	otal	\$53,368	
DailyCosts: Cum Costs:	Drilling	\$0	H: 0,204	C	ompletion completion	\$53,368 \$767,369		Daily T Well To		\$53,368 \$1,457,574	

Page 11

MD 9,020 9,020 TVD 0.0 **Progress** 0 Days 11 MW0.0 Visc Formation: MESAVERDE **PBTD:** 8968.0 Perf: 6680'-8751' PKR Depth: 0.0 Activity at Report Time: FLOW TEST Start End Hrs **Activity Description** 06:00 24.0 SICP 0 PSIG. CLEANED OUT & DRILLED OUT PLUGS @ 6582', 7020', 7525', 7780', 8040', & 8400'. RIH 06:00 CLEANED OUT TO 8873'. LANDED TUBING @ 7525' KB. ND BOP. NU TREE. PUMPED OFF BIT & SUB. RDMOSU. FLOWED 15 HRS. 24/64" CHOKE. FTP 1800 PSIG. CP 2100 PSIG. 44 BFPH. RECOVERED 808 BLW. 6092 BLWTR. TUBING DETAIL LENGTH PUMP OFF BIT SUB .91' 1 JT 2-3/8" 4.7# N-80 TBG 30.58' XN NIPPLE 1.30' 234 JTS 2-3/8" 4.7# N-80 TBG 7476.58 BELOW KB 16.00'

LANDED @ 7525.37' KB

Form 3160-4 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137

BUREAU OF LAND MANAGEMENT									Expires: July 31, 2010						
	WELL (COMPL	ETION C	R RE	COMP	LETIC	ON RE	PORT	AND L	.OG			ease Serial No ITU0337	0.	
la. Type o	_	Oil Well	_		Dry	_	Other	□ Dl	» Daals	□ Die	f. Resvr.	6. If	Indian, Allot	tee or	r Tribe Name
b. Type o	f Completion	Othe	ew Well er	☐ Wor	_—		eepen	☐ Plug	g Dack	וווע נו	. Resvi.		nit or CA Ag		ent Name and No.
2. Name of Operator Contact: MARY A. MAESTAS 8. Lease Name and Well No. E-Mail: mary_maestas@eogresources.com CHAPITA WELLS UNIT 1373-29															
3. Address 600 17TH STREET SUITE 1000N 3a. Phone No. (include area code) 9. API Well No.										43-047-39885					
4. Location	n of Well (Re	port locati	on clearly ar	id in acc	ordance v	vith Fed	leral requ	uirements)*				Field and Poo		
At surfa		_	L 2630FEL			,			100 250	70.14/1.		11. 5	Sec., T., R., M r Area Sec	1., or 29 T	Block and Survey 9S R23E Mer SLB
At top p	orod interval		elow NVV						109.350	70 W L	on	12. (County or Par		13. State
14. Date S 10/23/2	pudded	OL 2002	15. D		Reached	-at, 10t	3,00010	16. Date	Complete A 3/2008	ed Ready t	o Prod.		Elevations (D 5182	F, KE 2 GL	
18. Total I	Depth:	MD TVD	9020		19. Plug	Back 7	Γ.D.:	MD TVD	89	68	20. De	pth Bri	dge Plug Set:		MD TVD
21. Type E	lectric & Oth BL/CCL/VDI	er Mechai L/GR	nical Logs R	un (Subr	nit copy	of each)				W:	as well core as DST run rectional Si	?	⊠ No □	Yes	(Submit analysis) (Submit analysis) (Submit analysis)
23. Casing a	nd Liner Rec	ord (Repo	rt all strings	set in w	ell)				,						
Hole Size	Size/G	rade	Wt. (#/ft.)	Top (MD		ottom (MD)	_	Cementer epth		of Sks. & of Cemer		y Vol. BL)	Cement To	ър*	Amount Pulled
12.250	9.6	325 J-55	36.0		0	2354	1			10	30			0	
7.875	4.5	00 N-80	11.6		_0	9014	4			18	310		2	2000	
	ļ				+		+				-				
	<u> </u>				-+		+							\dashv	
24. Tubing				1		т		7			1				···············
	Depth Set (N		acker Depth	(MD)	Size	Dep	th Set (N	/ID) F	acker Der	oth (MD) Size	De	pth Set (MD)	4	Packer Depth (MD)
2.375 25. Produci	ng Intervals	7525		l		26	. Perfora	ition Reco	ord			<u> </u>			
	ormation	<u> </u>	Тор		Botton		P	erforated	Interval		Size	1	No. Holes		Perf. Status
A)	MESAVE	RDE		6680	8	751			8440 T	O 8751			3		
B)									_	O 8385			3		
<u>C)</u>									7815 T				3		
D)	racture, Treat	ment Cen	nent Sauceza	- Etc					7555 T	O 7756	1	1_	3		
	Depth Interva		nem bqueez	<i>y</i> , <i>D. v</i> .				Α-	mount and	1 Type o	f Material				
			751 36,947	GALS GE	LLED W	ATER &	101,200								
			385 33,669										-		
			24 51,944												
			756 50,916	GALS GE	LLED W	ATER &	165,700	# 20/40 S	AND						
Date First	ion - Interval Test	Hours	Test	Oil	Gas		Water	Oil Gi	ravity	Gas		Product	ion Method		
Produced 12/23/2008	Date 01/05/2009	Tested 24	Production	BBL 55.0	MCF		BBL 80.0	Corr.			vity	Trouble.		s FRC	OM WELL
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas		Water	Gas:C	il	We	II Status	<u> </u>			
Size 12/64"	Flwg. 1350 SI		Rate	BBL 55	MCF	'41	BBL 80	Ratio			PGW				
28a. Produc	tion - Interva	1 B													
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF		Water BBL	Oil G Corr.		Ga: Gra	avity	Product	ion Method		
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas		Water	Gas:C	Pil	We	ll Status				

(See Instructions and spaces for additional data on reverse side)
ELECTRONIC SUBMISSION #66814 VERIFIED BY THE BLM WELL INFORMATION SYSTEM

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

SI

FEB 0 2 2009

28h Produ	uction - Interv	ral C									
Date First	Test	Hours	Test	Oil	Gas	Water	Oil Gravity		Gas	Production Method	
Produced	Date	Tested	Production	BBL	MCF	BBL	Corr. API		Gravity		
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio		Well Status		
28c. Produ	action - Interv	al D					<u> </u>				
Date First Produced	Test Date	Hours Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API		Gas Gravity	Production Method	
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas:Oil Ratio		Well Status	·	
29. Dispos	sition of Gas(S	Sold, used j	for fuel, vent	ed, etc.)	<u>, </u>		<u> </u>		-		· · ·
	ary of Porous	Zones (Inc	clude Aquife	rs):					31. For	rmation (Log) Markers	
tests, i						ntervals and al flowing and sl					
	Formation		Тор	Bottom		Descriptions	s, Contents,	etc.		Name	Top Meas. Depth
32. Additi Pleasinform	onal remarks ee see the att	(include pl ached pag	6680 lugging proc ge for detail	edure):	ion and ad	lditional forma	ation mark	er	BIF MA UT WA CH BU	REEN RIVER RDS NEST AHOGANY ELAND BUTTE ASATCH IAPITA WELLS ICK CANYON RICE RIVER	1599 1743 2243 4402 4513 5069 5760 6644
33. Circle	enclosed attac	chments:				<u> </u>					
	ctrical/Mecha ndry Notice fo	•	•	• ′		Geologic R Core Analy	-		3. DST Re	port 4. Direction	onal Survey
34. I hereb	y certify that	the forego	-	ronic Subm	ission #668	plete and corre	y the BLM	Well Inf	ormation Sys	e records (see attached instruct stem.	ions):
Name	(please print)	MARY A.	MAESTAS	j		-1-	Titl	e <u>REGU</u> I	LATORY AS	SISTANT	
Signat	ure	(Blefstyford	ic Sulphissi	on) Ma	erfa		Dat	e <u>01/30/2</u>	2009		
						t a crime for a				to make to any department or	agency

Chapita Wells Unit 1373-29 - ADDITIONAL REMARKS (CONTINUED):

26. PERFORATION RECORD

7081-7502	3/spf
6680-6995	3/spf

27. ACID. FRACTURE TREATMENT. CEMENT SQUEEZE. ETC.

7081-7502	26,762 GALS GELLED WATER & 71,000# 20/40 SAND
6680-6995	55,225 GALS GELLED WATER & 182,600# 20/40 SAND

Perforated the Lower Price River from 8440-41', 8470-71', 8483-84', 8527-28', 8562-63', 8610-11', 8634-35', 8670-71', 8688-89', 8705-06', 8749-51' w/ 3 spf.

Perforated the Middle/Lower Price River from 8073-74', 8098-99', 8149-50', 8182-83', 8190-91', 8223-24', 8257-58', 8279-80', 8333-34', 8341-42', 8370-71', 8384-85' w/ 3 spf.

Perforated the Middle Price River from 7815-16', 7835-36', 7864-65', 7882-83', 7890-91', 7914-15', 7921-22', 7958-59', 7972-73', 7990-91', 8010-11', 8023-24' w/ 3 spf.

Perforated the Middle Price River from 7555-56', 7567-68', 7603-04', 7644-45', 7664-65', 7673-74', 7698-99', 7705-06', 7721-22', 7728-29', 7745-46', 7755-56' w/ 3 spf.

Perforated the Upper Price River from 7081-82', 7114-15', 7123-24', 7150-51', 7161-62', 7207-08', 7248-49', 7317-18', 7368-69', 7450-51', 7494-95', 7501-02' w/ 3 spf.

Perforated the Upper Price River from 6680-81', 6717-18', 6771-72', 6793-94', 6813-14', 6823-24', 6832-33', 6845-46', 6876-77', 6961-62', 6972-73', 6994-95' w/ 3 spf.

32. FORMATION (LOG) MARKERS

Middle Price River	7515
Lower Price River	8283
Sego	8812

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

REPORT OF WATER ENCOUNTERED DURING DRILLING

Well name and r	number: CWU	1373-29			_	
API number: <u>43</u>						
		ion <u>29</u> To	wnship <u>9S</u> Range	23E Coun	ty UINTAH	
Well operator: <u> </u>						
Address:	1060 E HWY 4	0		_		
C	ity VERNAL	s	tate UT zip 84078	Pho	one: (435) 781-9111	
- Drilling contracto	- <u>-</u>	_				
	PO BOX 41					
_	ity JENSEN	<u> </u>	tate UT zip 84035	— Pho	one: (435) 781-1366	
<u>د</u> Water encounter						
vvaler encounter	`					
-	DEPT		VOLUME (ELOW BATE OB	1	QUALITY (FRESH OR SALTY)	
-	1,100	то 1,110	(FLOW RATE OR NO FLOV		NOT KNOWN	\dashv
<u> </u>	1,100	1,110	1401 201	<u> </u>	HOTHIOMI	_
<u> </u>			<u> </u>			_
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F						\dashv
-	<u> </u>	_				\dashv
	•					
<u> </u>	<u> </u>					
Farmation tons:	1		2		3	
Formation tops: (Top to Bottom)	4				6	
	-					
	7 _					
	10 _				12	
lf an analysis ha	s been made o	of the water er	ncountered, please at	tach a copy of	f the report to this form.	
L.b	4 this way and is due	- and complete	to the heat of my knowle	dao		
			to the best of my knowle		ulatory Assistant	
NAME (PLEASE PRINT)	Mary A. Maes	sias		TITLE Regu	ulatory Assistant	

	FORM 9						
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0337						
SUND	I WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
	sals to drill new wells, significantly deepen exis igged wells, or to drill horizontal laterals. Use A		7.UNIT or CA AGREEMENT NAME: CHAPITA WELLS				
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: CWU 1373-29				
2. NAME OF OPERATOR: EOG Resources, Inc.			9. API NUMBER: 43047398850000				
3. ADDRESS OF OPERATOR: 1060 East Highway 40 , Verna		PHONE NUMBER: Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2562 FSL 2630 FEL			COUNTY: UINTAH				
QTR/QTR, SECTION, TOWNSHI	IP, RANGE, MERIDIAN: Township: 09.0S Range: 23.0E Meridian: S		STATE: UTAH				
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT, (OR OTHER DATA				
TYPE OF SUBMISSION		TYPE OF ACTION					
	ACIDIZE	ALTER CASING	CASING REPAIR				
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME				
7,4,7,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN ☐	FRACTURE TREAT	☐ NEW CONSTRUCTION				
2/17/2010	☐ OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK				
SPUD REPORT	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION				
Date of Spud:	☐ REPERFORATE CURRENT FORMATION ☐	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON				
	☐ TUBING REPAIR ☐	VENT OR FLARE	WATER DISPOSAL				
DRILLING REPORT Report Date:	☐ WATER SHUTOFF ☐	SI TA STATUS EXTENSION	APD EXTENSION				
·	☐ WILDCAT WELL DETERMINATION ☐	OTHER	OTHER:				
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pertinen	nt details including dates, depths, vo	olumes, etc.				
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. All material, debris, trash, and junk was removed from the location. The reserve pit was reclaimed. Stockpiled topsoil was spread over the pit area an accepted by the broadcast seeded with the prescribed seed mixture. The seeded area was Utah Division of then walked down with a cat. Interim reclamation was completed on Oil, Gas and Mining 2/17/2010. FOR RECORD ONLY							
NAME (PLEASE PRINT) Mickenzie Gates	PHONE NUMBER 435 781-9145	TITLE Operations Clerk					
SIGNATURE N/A		DATE 3/9/2010					

	FORM 9						
	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0337						
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QTR/QTR, SECTION, TOWNSHI	IP, RANGE, MERIDIAN: Township: 09.0S Range: 23.0E Meridian: S		STATE: UTAH				
11. CHE	CK APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPORT, (OR OTHER DATA				
TYPE OF SUBMISSION		TYPE OF ACTION					
	ACIDIZE	ALTER CASING	CASING REPAIR				
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME				
7,4,7,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,0,	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN ☐	FRACTURE TREAT	☐ NEW CONSTRUCTION				
2/17/2010	☐ OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK				
SPUD REPORT	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION				
Date of Spud:	☐ REPERFORATE CURRENT FORMATION ☐	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON				
	☐ TUBING REPAIR ☐	VENT OR FLARE	WATER DISPOSAL				
DRILLING REPORT Report Date:	☐ WATER SHUTOFF ☐	SI TA STATUS EXTENSION	APD EXTENSION				
·	☐ WILDCAT WELL DETERMINATION ☐	OTHER	OTHER:				
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pertinen	nt details including dates, depths, vo	olumes, etc.				
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